EOG Resources, Inc. P.O. 1910 Vernal, UT 84078

May 5, 2005

Utah Division of Oil, Gas, & Mining 1594 West North Temple, Suite 1210 P.O. Box 145801 Salt Lake City, UT 84114-5801

RE: APPLICATION FOR PERMIT TO DRILL CHAPITA WELLS UNIT 939-26 SE/NE, SEC. 26, T9S, R22E UINTAH COUNTY, UTAH LEASE NO.: U-0285-A FEDERAL LANDS

Enclosed please find a copy of the Application for Permit to Drill and associated attachments for the referenced well.

Please address further communication regarding this matter (including approval) to:

Ed Trotter P.O. Box 1910 Vernal, UT 84078 Phone: (435)789-4120

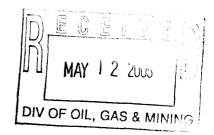
Fax: (435)789-1420

Sincerely,

Agent-

EOG Resources, Inc.

Attachments



001

la. Type of Work:

2. Name of Operator

3a. Address

At surface

At proposed prod. Zone

15. Distance from proposed*

property or lease line, ft.

location to nearest

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB No. 1004-0137 Expires March 31, 2007

5. Lease Serial No. BUREAU OF LAND MANAGEMENT U-0285-A If Indian, Allottee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR REENTER 7. If Unit or CA Agreement, Name and No. REENTER CHAPITA WELLS UNIT Lease Name and Well No. 1b. Type of Well: Oil Well X Gas Well Other Single Zone X Multiple Zone **CHAPITA WELLS UNIT 939-26** API Well No. 43-047-36696 3b. Phone No. (Include area code) 10. Field and Pool, or Exploratory 4. Location of Well (Report location clearly and in accordance with any State requirements.*) VERNAL, UT 84078 NATURAL BUTTES 11. Sec., T., R., M., or Blk. and Survey or Area 2487' FNL, 1179' FEL 636461 × SE/NE
4429600 -109.401241 SEC. 26, T9S, R22E, S.L.B.&M. 14. Distance in miles and direction from nearest town or post office* 12. County or Parish 13. State 20.1 MILES SOUTHEAST OF OURAY, UTAH UINTAH **UTAH** 16. No. of Acres in lease 17. Spacing Unit dedicated to this well

18. Distance from proposed location*

(Also to nearest drig. Unit line, if any)

to nearest well, drilling, completed, applied for, on this lease, ft. See Topo Map C

4961.0 FEET GRADED GROUND

21. Elevations (Show whether DF, KDB, RT, GL, etc.)

1179

X DRILL

EOG RESOURCES, INC.

P.O. BOX 1815

1800

19. Proposed Depth 9200

22. Approximate date work will start* UPON APPROVAL

23. Esti mated duration 45 DAYS

24. Attachments

Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- 1. Well plat certified by a registered surveyor.
- 2. A Drilling Plan.
- 3. A Surface Use Plan (if the location is on National Forest System Lands, the 5. Operator certification. SUPO shall be filed with the appropriate Forest Service Office).
- 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).

20. BLM/BIA Bond No. on file

NM-2308

- 6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature Name (Printed/Typed) Ed Trotter May 5, 2005 Title Agent Name (Printed/Typed)
BRADLEY G. HILL Approved by (Signature, Date 05-17-05 **ENVIRONMENTAL SCIENTIST III** Title Office

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of Approval, if any, are attached

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make t United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

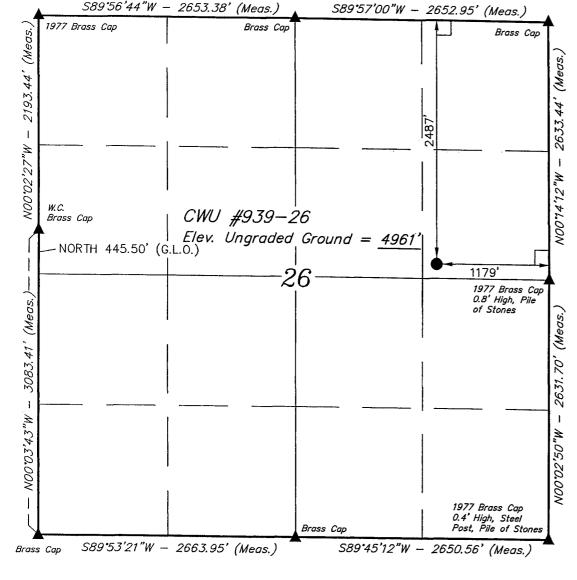
*(Instructions on page 2)

Federal Approval of this Action is Necessary

department or agency of the

DIV OF OIL, GAS & MINING

T9S, R22E, S.L.B.&M.



LEGEND:

__ = 90° SYMBOL

= PROPOSED WELL HEAD.

= SECTION CORNERS LOCATED.

(NAD 83)

LATITUDE = 40.00'26.68'' (40.007411)

LONGITUDE = $109^{2}4'06.98$ " (109.401939)

(NAD 27)

LATITUDE = $40^{\circ}00'26.80"$ (40.007444)

LONGITUDE = 109'24'04.53" (109.401258)

EOG RESOURCES, INC.

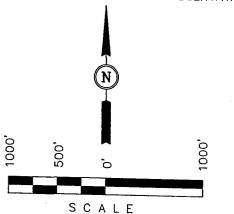
Well location, CWU #939—26, located as shown in the SE 1/4 NE 1/4 of Section 26, T9S, R22E, S.L.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

BENCH MARK 20EAM LOCATED IN THE SE 1/4 OF SECTION 35, T8S, R21E, S.L.B.&M. TAKEN FROM THE OURAY SE, QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 4697 FEET.

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF

REGISTERED LAND SURVEYOR REGISTRATION NO. 161319 STATE OF UTAH

STATE OF UTAH

Untah Engineering & Iand Surveying
85 SOUTH 200 EAST - VERNAL, UTAH 84078
(435) 789-1017

	(1-4) 100 1011
SCALE 1" = 1000'	DATE SURVEYED: DATE DRAWN: 09-14-04 09-24-04
PARTY G.S. J.B. D.R	REFERENCES B. G.L.O. PLAT
WEATHER WARM	FILE EOG RESOURCES, INC.

CHAPITA WELLS UNIT 939-26 SE/NE, SEC. 26, T9S, R22E, S.L.B.&M. UINTAH COUNTY, UTAH

1. & 2. ESTIMATED TOPS & ANTICIPATED OIL, GAS, & WATER ZONES:

FORMATION	DEPTH (KB)
Green River	2,361'
Wasatch	4,506'
Island	6,810'
KMV Price River	6,816'
KMV Price River Middle	7,725'
KMV Price River Lower	8,582'
Sego	9,009'

EST. TD: 9,200'

Anticipated BHP 4000 PSI

DATING BACTOR

3. PRESSURE CONTROL EQUIPMENT:

5000 PSIG BOP Schematic Diagram attached.

4. CASING PROGRAM:

							RATING FACTOR
HOLE SIZE	E INTERVAL	LENGTH	SIZE	WEIGHT	GRADE	THREAD	COLLAPSE BURST TENSILE
17 ½"	0'-45'	45'	13 3/8"	48.0#	H-40	STC	770 PSI 1730 PSI 322,000#
12 1/4"	45' - 2300'+/- KB	2300' +/-	9 5/8"	36.0 #	J-55	ST&C	2020 PSI 3520 PSI 394,000#
7 7/8"	2300' - TD +/-KB	9,200' +/-	4 1/2"	11.6 #	N-80	LT&C	6350 PSI 7780 PSI 223,000#

Note: The 12 $\frac{1}{2}$ Intermediate hole will be drilled to a total depth of 200' below the base of the Green River lost circulation zone and 9 $\frac{1}{2}$ casing will be set to that depth. Actual setting depth of the 9 $\frac{1}{2}$ casing may be less than 2300' in this well.

All casing will be new or inspected.

5. Float Equipment:

Surface Hole Procedure (0-45' Below GL):

None

Intermediate Hole Procedure (45'-±2300')

Guide Shoe

Insert Float Collar (PDC drillable)

Cents.: 1-5' above shoe, top of jts. #2 and #3 then every 5th joint to surface. (15 total)

CHAPITA WELLS UNIT 939-26 SE/NE, SEC. 26, T9S, R22E, S.L.B.&M. UINTAH COUNTY, UTAH

Float Equipment (Continued):

Production Hole Procedure (± 2300'-TD'):

FS, 1 joint of casing, FC, and balance of casing to surface. Run 11.6#, N-80 burst rating or equivalent marker collars or short casing joints at \pm 7,539' (Top of Price River) and \pm 4,600' (400' above the Wasatch) (alter depth if needed to avoid placing across any potentially- productive intervals). Centralize 5' above shoe on joint #1, top of joint #2, then every 2nd joint to 400' above Price River top (50 total). Thread lock FS, top and bottom of FC, and top of 2^{nd} joint.

6. MUD PROGRAM

Surface Hole Procedure (0-45' below GL):

Air – Air Water Mist

Intermediate Hole Procedure (45'-± 2300'):

Water (circulate through reserve pit) with Gel/LCM sweeps.

Production Hole Procedure (± 2300'-TD):

±2300-7500' Use water (circulated through reserve pit) with PHPA polymer sweeps on a regular basis. Adjust frequency of sweeps based on cuttings quality and hole conditions. Gel/LCM sweeps can also be used for additional cleaning and for reducing seepage, but should not be "substituted" for the PHPA sweeps.

While on water, spot either salt water or pre-mixed weighted mud as required to prevent flow during trips after gas influxes have been encountered. Watch cuttings size, shape and quantity to determine if increase in mud weight is required. <u>Increased mud weight is often the key to shale stability in this area</u>. Treat for any CO₂ contamination with Lime and Gyp.

7500'- TD' Close mud system in. "Mud up" with Hi-Yield bentonite for primary viscosity and PHPA polymer for supplemental viscosity and clay encapsulation/inhibition. Utilize white Starch or PAC for filtration control. Treat with bactericide if required. Maintain pH in 9.0-10.0 range.

Expect increasing gas influxes requiring heavier mud weights as drilling progresses. Adjust mud weight as needed. Use deflocculants/thinners if required to maintain good flow properties.

Run LCM sweeps periodically to seal-off loss zones. Adjust sweep frequency based on observed losses. Maintain water loss 15 cc's or less. Treat CO₂ contamination with Lime and/or Gypsum.

CHAPITA WELLS UNIT 939-26 SE/NE, SEC. 26, T9S, R22E, S.L.B.&M. UINTAH COUNTY, UTAH

7. VARIANCE REQUESTS:

- A. EOG Resources, Inc. requests a variance to regulations requiring a straight run blooie line (Where possible, a straight run blooie line will be used).
- B. EOG Resources, Inc. requests a variance to regulations requiring an automatic ignitor or continuous pilot light on the blooie line. (Not required on aerated water system).
- C. EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. To reduce location excavation, the blooie line will be 75' in length.

8. EVALUATION PROGRAM:

Logs: No Open Hole Logs Cased Hole Logs.

9. CEMENT PROGRAM:

Surface Hole Procedure (0-45' Below GL) Redi Mix Cement

Intermediate Hole Procedure (45'-± 2300'):

Option #1

Lead: 85 sks: (50% excess volume) Class 'G' lead cement (coverage from 1700-1000') with 5% D44 (Salt), 12% D20 (Bentonite), 1% D79% (Extender), 0.25% D112 (Fluid Loss Additive), 0.2% D46 (Anti-Foamer) & 0.25 pps D29 (Cellophane flakes) mixed at 11.0 ppg, 3.91 ft³/sk., 24.5 gps water.

Tail: 290 sks: (50% excess volume) Class 'G' cement (coverage from 2700-1700') with 10% D53 (Gypsum), 2% S1 (CaCl2) & 0.25 pps D29 (Cellophane flakes) mixed at 14.2 ppg, 1.61 ft³/sk., 7.9 gps water.

Option 2:

Lead: 210 sks: (60% excess volume) Class 'G' lead cement (coverage from 2300-1800') with 2% BWOC (Calcium Chloride), ½#/sk Flocele mixed at 15.6 ppg, 1.18 ft³/sk., 5.2 gps water.

Tail: 720 sks: (60% excess volume) Class 'G' cement (coverage from 1800'-Surface) with 2% BWOC (Calcium Chloride), ¼#/sk Flocele mixed at 15.6 ppg, 1.18 ft³/sk., 5.2 gps water.

CHAPITA WELLS UNIT 939-26 SE/NE, SEC. 26, T9S, R22E, S.L.B.&M. UINTAH COUNTY, UTAH

CEMENT PROGRAM (Continued):

Production Hole Procedure (± 2300' to TD)

Lead: 110 sks 35:65 Poz G w/ 4% D20 (Bentonite), 2% D174 (Extender), 0.2% D65 (Dispersant), 0.2% D46 (Antifoam), 0.75% D112 (Fluid Loss Additive), 0.15% D13 (Retarder), 0.25 pps D29 (cello flakes), mixed at 13.0 ppg, 1.73 ft³/sk., 9.06 gps water

Tail: 190 sks: 50:50 Poz G w/ 2% D20 (Bentonite), 0.1% D46 (Antifoam), 0.15% D13 (Retarder), 0.2% D167 (Fluid Loss Additive), 0.2% D65 (Dispersant), mixed at 14.1 ppg, 1.28 ft³/sk., 5.9 gps water.

10. ABNORMAL CONDITIONS:

Intermediate Hole (45'-± 2300'):

Lost circulation

Production Hole (± 2300'-TD):

Sloughing shales and key seat development are possible in the Wasatch Formation.

11. STANDARD REQUIRED EQUIPMENT:

- A. Choke Manifold
- B. Kelly Cock
- C. Stabbing Valve
- D. Visual Mud Monitoring

12. HAZARDOUS CHEMICALS:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

(Attachment: BOP Schematic Diagram)

5000 PSIG DIAGRAM

ANNULAR PREVENTOR AND BOTH RAMS ARE 5000 PSIG RATED. CASING FLANGE IS 11" 5000 PSIG RATED. **ROTATING HEAD** BOPE 11" 5000 PSIG TESTING PROCEDURE: FLOW LINE 1. BOPE's will be tested with a professional tester to conform to Onshore Order #2 with retest every 14 days. 2. Blind & Pipe rams will be tested to rated working pressure, 5000 psig. 3. Annular preventor will be tested to 50% of working pressure, 2500 psig. 4. Casing will be tested to 0.22 psi/ft. or 2500 psig. Not to exceed 70% of burst **ANNULAR** strength, whichever is greater. **PREVENTER** 5. All lines subject to well pressure will be pressure-tested to the same pressure as blind & pipe rams. 6. All BOPE specifications and configurations will meet Onshore Order #2 requirements for 5000 psig BOPE specifications. BLIND OR PIPE RAMS **CHOKE MANIFOLD** 2" MIN ADJUSTABLE CHOKE TO MUD/GAS SEPARATOR **OR PIT** BLIND OR PIPE RAMS 3" MINIMUM RATED **5000 PSIG** 3" MINIMUM 2" KILL LINE BLEED LINE TO PIT 3" DIAMETER **CASING** \FLANGE(2" MINIMUM SPOOL 11" 5000 PSIG TO MUD/GAS SEPARATOR ADJUSTABLE CHOKE OR PIT (Note: Blind Rams may be installed above or below the pipe rams)

CONDITIONS OF APPROVAL FOR THE SURFACE USE PROGRAM OF THE APPLICATION FOR PERMIT TO DRILL

Company/Operator:

EOG Resources, Inc.

Well Name & Number: Chapita Wells Unit 939-26

Lease Number:

U-0285-A

Location:

2487' FNL & 1179' FEL, SE/NE, Sec. 26,

T9S, R22E, S.L.B.&M., Uintah County, Utah

Surface Ownership:

Federal

NOTIFICATION REQUIREMENTS

Location Construction - forty-eight (48) hours prior to construction

of location and access roads.

Location Completion - prior to moving on the drilling rig.

Spud Notice:

- at least twenty-four (24) hours prior to

spudding the well.

Casing String and

Cementing

- twenty-four (24) hours prior to running

casing and cementing all casing strings.

BOP and related

Equipment Tests

- twenty-four (24) hours prior to running

casing and tests.

First Production

Notice

- within five (5) business days after new

Well begins or production resumes after Well has been off production for more

than ninety (90) days.

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

THIRTEEN POINT SURFACE USE PROGRAM

1. EXISTING ROADS

- A. See attached Wellsite Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing roads.
- B. The proposed well site is located approximately 20.1 miles southeast of Ouray, Utah See attached TOPO Map "A".
- C. Refer to attached Topographic Map "A" showing labeled access route to location.
- D. Existing roads will be maintained and repaired as necessary. No off lease Right-of-Way will be required.

2. PLANNED ACCESS ROAD

- A. An existing access road will be utilized to service this well. See attached TOPO Map "B".
- B. The access road has a 30 foot ROW w/ 18 foot running surface.
- C. Maximum grade on access road will be 8%.
- D. No turnouts will be required.
- E. Road drainage crossings shall be of the typical dry creek drainage crossing type.
- F. No culverts, bridges, or major cuts and fills will be required.
- G. The access road will be dirt surface.
- H. No gates, cattleguards, or fences will be required or encountered.

New or reconstructed roads will be centerlined - flagged at time of location staking.

The road shall be upgraded to meet the standards of the anticipated traffic flow and all-weather road requirements. Upgrading shall include ditching, drainage, graveling, crowning, and capping the roadbed as necessary to provide a well-constructed safe road. Prior to upgrading, the road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 30 foot Right-of-Way will not be allowed.

Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossings nor shall the drainages be blocked by the roadbed. Erosion of drainage ditches by run off water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided.

As operator, EOG Resources, Inc. shall be responsible for all maintenance on cattleguards, or gates associated with this oil and/or gas operation.

3. LOCATION OF EXISTING WELLS WITHIN A ONE MILE RADIUS OF PROPOSED WELL LOCATION

- A. Abandoned wells 4*
- B. Producing wells 27*

(*See attached TOPO map "C" for location)

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

A. ON WELL PAD

- 1. Production facilities will be set on location if the well is successfully completed for production. Facilities will consist of wellhead valves, combo separator-dehy unit with meter, 300 Bbl vertical or 200 Bbl low profile, condensate tank, and attaching piping.
- 2. Gas gathering lines A 4" gathering line will be buried from dehy to the edge of the location.

B. OFF WELL PAD

- 1. Proposed location of attendant off pad flowlines shall be flagged prior to archaeological clearance.
- 2. Protective measures and devices for livestock and wildlife will be taken and/or installed where required.

If storage facilities/tank batteries are constructed on this lease, the facility/battery or the well pad shall be surrounded by a containment dike of sufficient capacity to contain, at a minimum, the entire contents of the largest tank within the facility/battery.

The production facilities will be placed on the Southwest side of the location.

All existing as well as all permanent (on site for six months or longer) structures constructed or installed (including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities will be painted within 6 months of installation. Facilities required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded.

The required paint color is Carlsbad Canyon.

If at any time the facilities located on public land and authorized by the terms of the lease are no longer included in the lease (due to a contraction

in the unit or other lease or unit boundary change), BLM will process a change in authorization to the appropriate statute. The authorization will be subject to appropriate rental or other financial obligation as determined by the authorized officer.

5. LOCATION & TYPE OF WATER SUPPLY

- A. Water supply will be from Ouray Municipal Water Plant at Ouray, Utah, and/or Target Trucking Inc.'s water source in the SW/SW, Sec. 35, T9S, R22E, Uintah County, Utah (State Water Right #49-1501). Produced water from the Chapita Wells and Stagecoach Units will also be used.
- B. Water will be hauled by a licensed trucking company.
- C. No water well will be drilled on lease.

6. SOURCE OF CONSTRUCTION MATERIAL

- A. All construction material for this location and access road will be of native borrow and soil accumulated during the construction of the location.
- B. All construction material will come from Federal Land.
- C. No mineral materials will be required.

7. METHODS OF HANDLING WASTE DISPOSAL

A. METHODS AND LOCATION

- 1. Cuttings will be confined in the reserve pit.
- 2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.
- 3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at the Uintah County Landfill.
- 4. Produced wastewater will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. After the 90 day period, the produced water will be confained in a tank on location and then disposed of at one of the following three locations: Natural Buttes Unit 21-20B SWD, Ace Disposal, or EOG Resources, Inc. drilling operations (Chapita Wells Unit, Natural Buttes Unit & Stagecoach Unit).
- 5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on the drilling rig to avoid leakage of oil to the pit.
- B. Water from drilling fluids and recovered during testing operations will be disposed of by either evaporating in the reserve pit or be removed and disposed of at an authorized disposal site. Introduction of well bore

hydrocarbons to the reserve pit will be avoided by flaring them off in the flare pit at the time of recovery.

On BLM administered land:

The reserve pit will be constructed so as not to leak, break, or allow discharge. If the reserve pit requires padding prior to lining (due to rocky conditions) felt padding will be used.

The reserve pit shall be lined with a plastic liner. A felt liner will also be installed if rock is encountered during pit construction.

8. ANCILLARY FACILITIES

A. No airstrips or camps are planned for this well.

9. WELLSITE LAYOUT

- A. Refer to attached well site plat for related topography cuts and fills and cross sections.
- B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.
- C. Refer to attached well site plat for rig orientation, parking areas, and access road.
- D. The approved seed mixture for this location is:

Four-Wing Salt Bush – 3 pounds per acre Indian Rice Grass – 2 pounds per acre Needle and Thread Grass – 2 pounds per acre Hi-Crest Crested Wheat Grass – 1 pound per acre.

The reserve pit will be located on the Northwest corner of the location. The flare pit will be located downwind of the prevailing wind direction on the North side of the location, a minimum of 100 feet from the well head and 30 feet from the reserve pit fence.

The stockpiled pit topsoil will be stored separate from the location topsoil North of Corner B. The stockpiled location topsoil will be stored between Corners 1 and 8. **The existing spoils pile will be smoothed.** Upon completion of construction, the stockpiled topsoil from the location will be broadcast seeded with the approved seed mixture for this location and then walked down with a Caterpiller tractor.

Access to the well pad will be from the East.

Corners #2, A, & #6 will be rounded off to minimize excavation.

FENCING REQUIREMENTS:

All pits will be fenced according to the following minimum standards:

- A. Thirty-nine inch net wire shall be used with at least one strand of barbed wire on top of the net wire. (Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence).
- B. The net wire shall be no more than 2 inches above the ground. The barbed wire strand shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.
- C. Corner posts shall be cemented and/or braced in such a manner as to keep the fence tight at all times.
- D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than 16 feet.
- E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.

The reserve pit fencing will be on the three sides during drilling operations and on the fourth side when the rig moves off the location. Pits will be fenced and maintained until clean-up.

Each existing fence to be crossed by the access road shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and, upon completion of construction, the fence shall be repaired to BLM or SMA specifications. A cattleguard with an adjacent 16 foot gate shall be installed in any fence where a road is to be regularly traveled. If the well is a producer, the cattleguards (shall/shall not) be permanently mounted on concrete bases. Prior to crossing any fence located on Federal land, or any fence between Federal land and private land, the operator will contact the BLM, who will in turn contact the grazing permittee or owner of said fence and offer him/her the opportunity to be present when the fence is cut in order to satisfy himself/herself that the fence is adequately braced and tied off.

10. PLANS FOR RESTORATION OF SURFACE

A. PRODUCING LOCATION

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, materials, trash, and junk not required for production.

Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with CFR 3162.7-1.

If a plastic nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The stockpiled pit topsoil will then be spread over the pit area and broadcast

seeded with the prescribed seed mixture for this location. The seeded area will then be walked down with a cat.

B. DRY HOLE/ABANDONED LOCATION

At such time as the well is plugged and abandoned, the operator will submit a subsequent report of abandonment and the BLM will attach the appropriate surface rehabilitation conditions of approval.

11. SURFACE OWNERSHIP

Access road: Federal Location: Federal

12. OTHER INFORMATION

- A. EOG Resources, Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the AO. Within five working days the AO will inform the operator as to:
 - whether the materials appear eligible for the National Register of Historic Places;
 - the mitigation measures the operator will likely have to undertake before the site can be used.
 - a time frame for the AO to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the AO will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs. The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the AO that required mitigation has been completed, the operator will then be allowed to resume construction.

B. As operator, EOG Resources, Inc. will control noxious weeds along Right-of-Ways for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds will be obtained from the BLM, or the appropriate County Extension Office. On BLM administered land, a Pesticide Use proposal shall be submitted, and given approval, prior to the

application of herbicides or other pesticides or possible hazardous chemicals.

C. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on BLM lands after the conclusion of drilling operations or at any other time without BLM authorization. However, if BLM authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities. (The BLM does not seek to compete with private industry. There are commercial facilities available for stacking and storing drilling rigs.)

Additional Surface Stipulations

None

LESSEE'S OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION

PERMITTING AGENT Ed Trotter DRILLING OPERATIONS Donald Presenkowski

P.O. Box 1910 Vernal, UT 84078

Telephone: (435)789-4120

Fax: (435)789-1420

EOG Resources, Inc.

P.O. Box 250

Big Piney, WY 83113 Telephone: (307)276-4865

All lease or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approval plan of operations, and any applicable Notice to Lessees. EOG Resources, Inc. is fully responsible for the actions of their subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

A copy of the approved APD and ROW grant, if applicable, shall be on location during construction of the location and drilling activities.

Certification

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions that presently exist; that the statements made in the Plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by EOG Resources, Inc. and its contractors and subcontractors in conformity with this Plan and the terms and conditions under which it is approved.

Please be advised that EOG Resources, Inc. is considered to be the operator of the Chapita Wells Unit 939-26 Well, located in the SE/NE of Section 26, T9S, R22E, Uintah County, Utah; Lease #U-0285-A; and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond Coverage is provided under Bond #NM 2308.

Date

9

EOG RESOURCES, INC. CWU #939-26 SECTION 26, T9S, R22E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 0.3 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST: TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 12.6 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 1.7 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 1.9 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN RIGHT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 0.55 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST: TURN RIGHT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 1.9 MILESTO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH, TURN RIGHT AND PROCEED IN A SOUTHERLY THEN, A WESTERLY THEN, A SOUTHWESTERLY THEN, A SOUTHEASTERLY DIRECTION APPROXIMATLEY 0.9 MILES TO JUVCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHWEST: TURN RIGHT AND PROCEED IN A SOUTHWESTERLY THEN, A EASTERLY THEN, A SOUTHWESTERLY DIRECTION APPROXIMATLEY 0.5 MILES TO THE CWU #485-26F AND THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 51.35 MILES.

EOG RESOURCES, INC.

CWU #939-26 LOCATED IN UINTAH COUNTY, UTAH **SECTION 26, T9S, R22E, S.L.B.&M.**

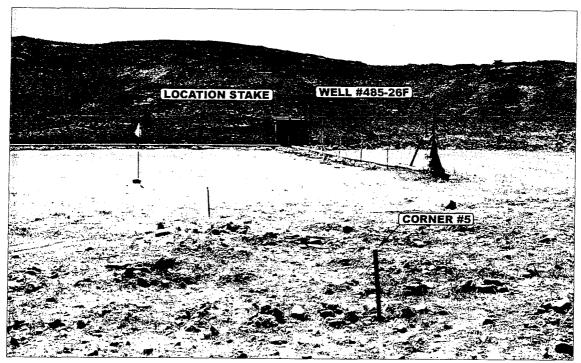


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: SOUTHEASTERLY

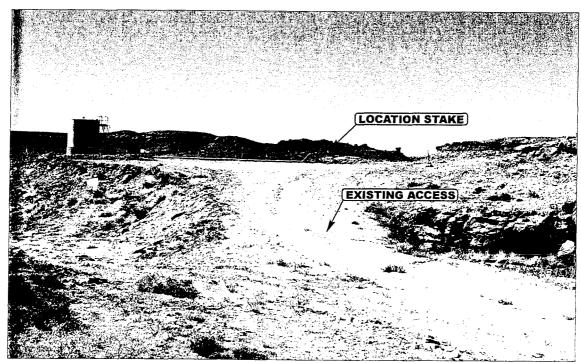


PHOTO: VIEW OF EXISTING ACCESS

CAMERA ANGLE: SOUTHWESTERLY



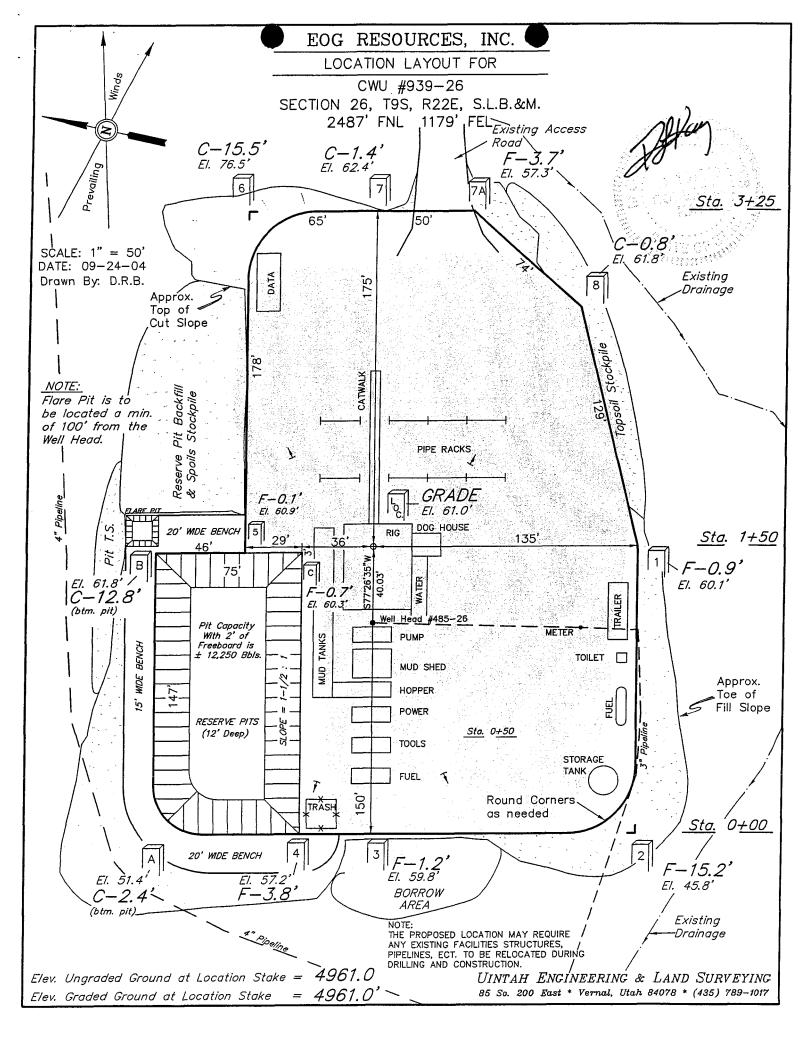
Uintah Engineering & Land Surveying 85 South 200 East Vernal. Utah 84078 435-789-1017 uels@uelsinc.com

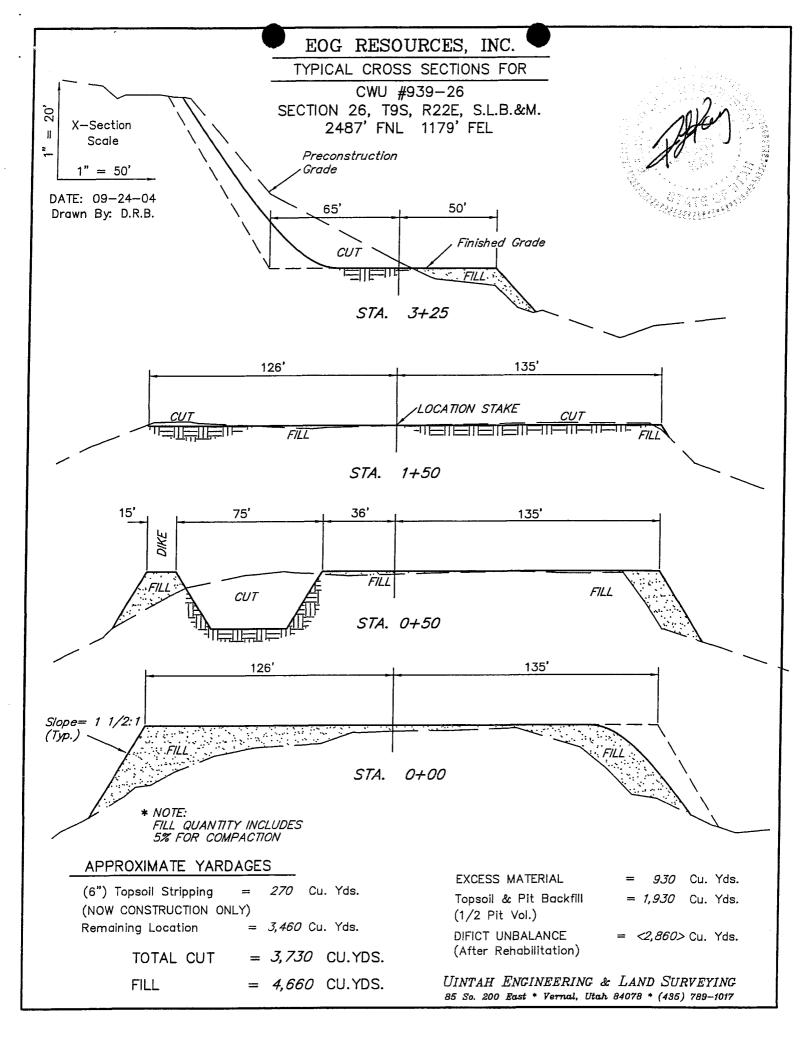
LOCATION PHOTOS

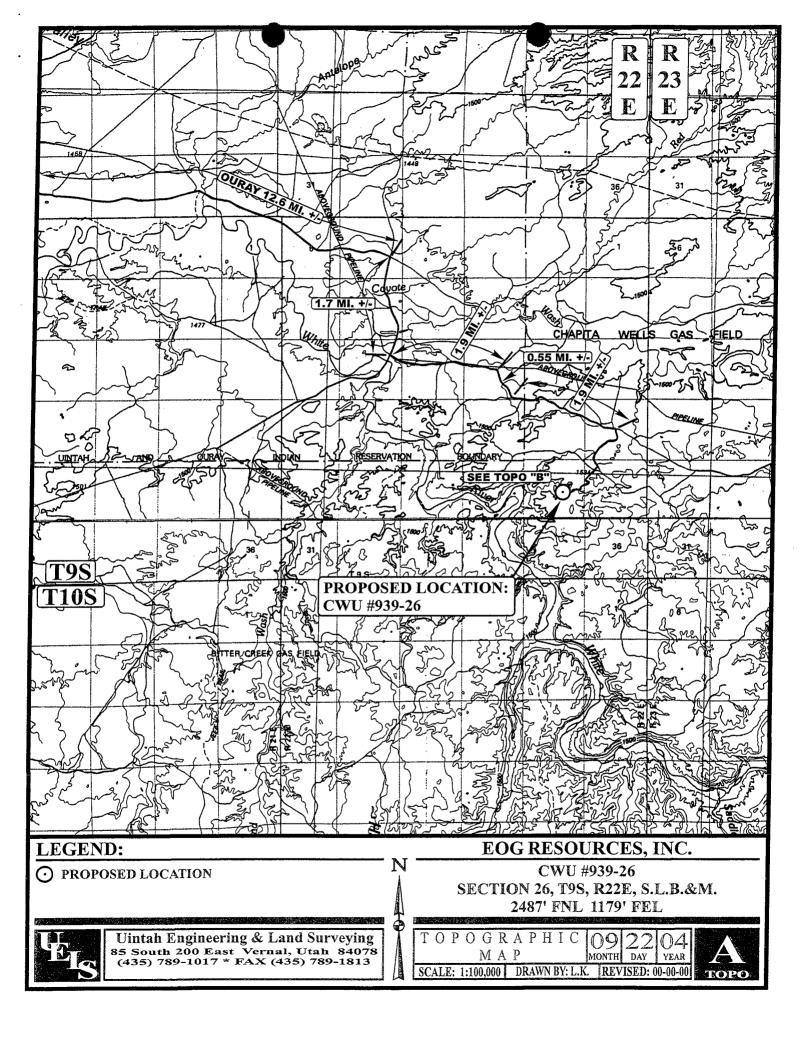
DAY MONTH YEAR

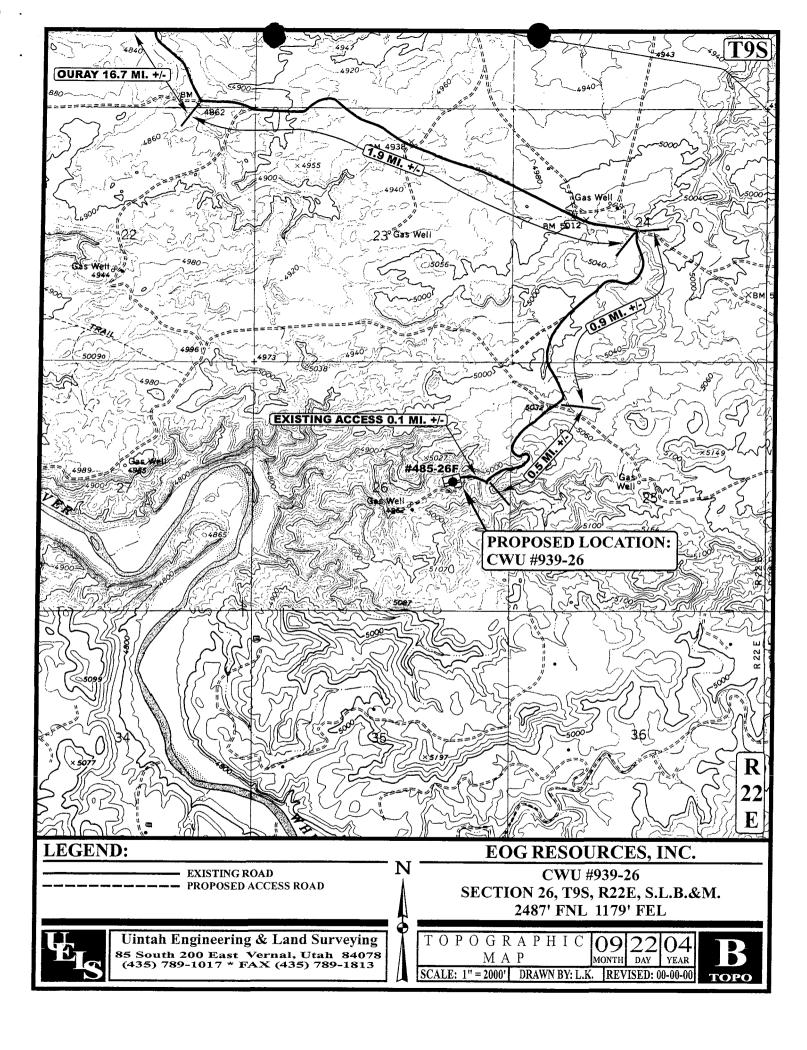
РНОТО

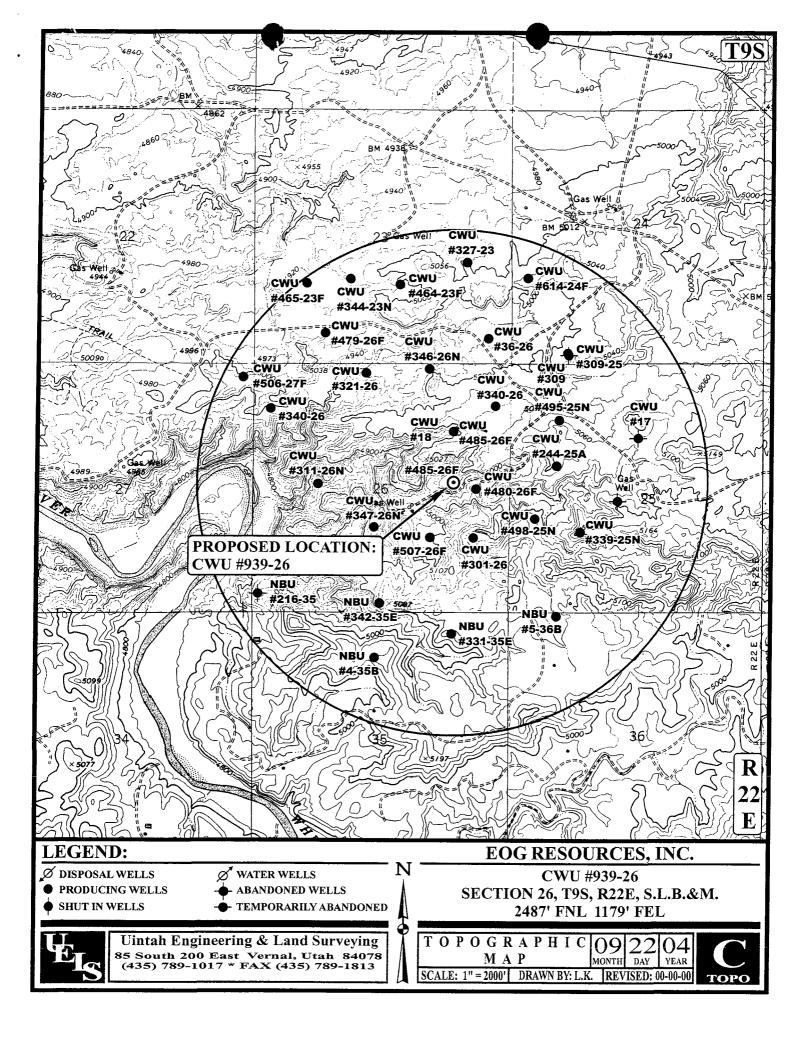
TAKEN BY: G.S. DRAWN BY:L.K. REVISED: 00-00-00





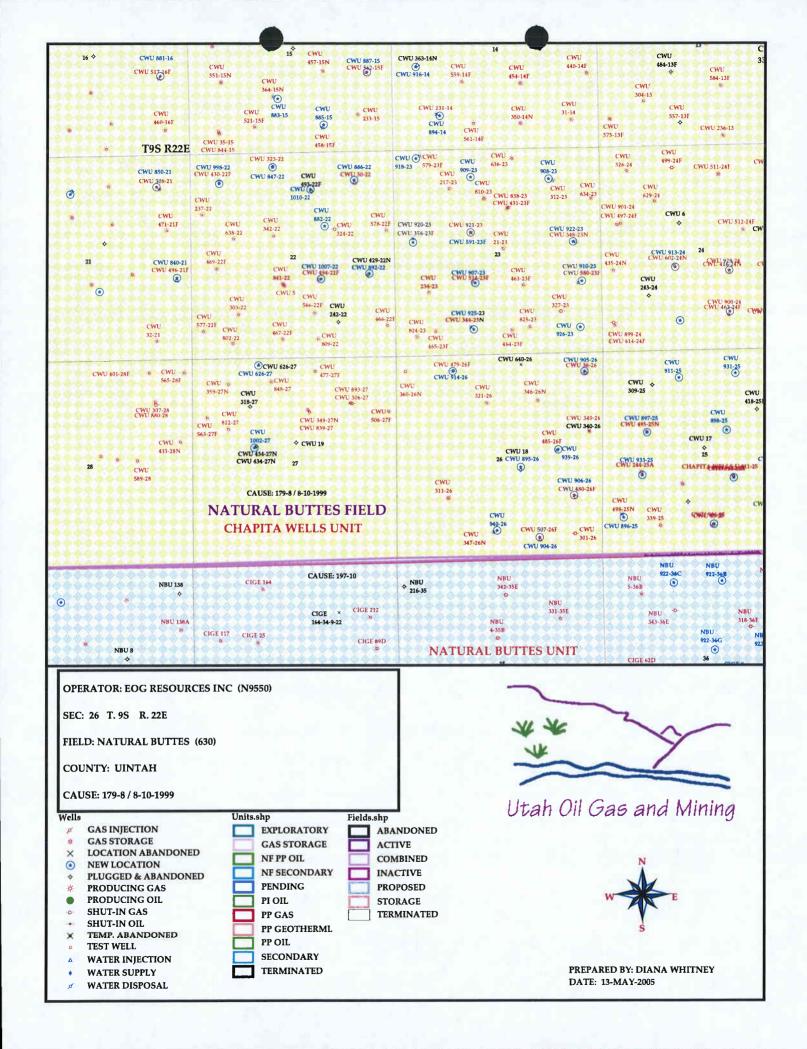






WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 05/12/2005	API NO. ASSIGN	ED: 43-047-3669	96
WELL NAME: CWU 939-26 OPERATOR: EOG RESOURCES INC (N9550) CONTACT: ED TROTTER PROPOSED LOCATION: SENE 26 090S 220E	PHONE NUMBER: 4		·
SURFACE: 2487 FNL 1179 FEL BOTTOM: 2487 FNL 1179 FEL	Tech Review	Initials	Date
UINTAH	Engineering		
NATURAL BUTTES (630)	Geology		
LEASE TYPE: 1 - Federal	Surface		
LEASE NUMBER: U-0285-A SURFACE OWNER: 1 - Federal PROPOSED FORMATION: PRRV COALBED METHANE WELL? NO		0747	
Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. NM-2308) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 49-1501) RDCC Review (Y/N) (Date:) NM Fee Surf Agreement (Y/N)	R649-3-3. Drilling United Board Cause Eff Date: Siting:	LS General Trom Qtr/Qtr & 920' Exception	3 999 no () Sitin
STIPULATIONS: 1-6 de m	Dappnva() 3HALE		



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

May 17, 2005

Memorandum

To:

Assistant District Manager Minerals, Vernal District

From:

Michael Coulthard, Petroleum Engineer

Subject:

2005 Plan of Development Chapita Wells Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2005 within the Chapita Wells Unit, Uintah County, Utah.

API#

WELL NAME

LOCATION

(Proposed PZ Price River)

43-047-36687 CWU 980-12 Sec 12 T09S R22E 1834 FNL 0631 FWL 43-047-36688 CWU 1010-22 Sec 22 T09S R22E 0949 FNL 2147 FEL 43-047-36689 CWU 918-23 Sec 23 T09S R22E 0195 FNL 0606 FWL 43-047-36692 CWU 1002-27 Sec 27 T09S R22E 2305 FNL 1574 FWL 43-047-36696 CWU 939-26 Sec 26 T09S R22E 2487 FNL 1179 FEL 43-047-36691 CWU 940-26 Sec 26 T09S R22E 0735 FSL 2519 FWL 43-047-36690 CWU 929-24 Sec 26 T09S R22E 0735 FSL 2519 FWL 43-047-36693 CWU 817-28 Sec 28 T09S R23E 0773 FSL 2028 FWL 43-047-36694 CWU 950-30 Sec 30 T09S R23E 0468 FSL 0467 FWL 43-047-36695 CWU 969-30 Sec 30 T09S R23E 0944 FNL 1992 FEL 43-047-36697 CWU 528-12 Sec 12 T09S R22E 1450 FNL 1800 FEL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard



State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

May 17, 2005

EOG Resources, Inc. P O Box 1815 Vernal, UT 84078

Re:

Chapita Wells Unit 939-26 Well, 2487' FNL, 1179' FEL, SE NE, Sec. 26, T. 9 South, R. 22 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-36696.

Sincerely,

Gil Hunt

Acting Associate Director

pab Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal District Office

Operator:	EOG Resources, Inc.						
Well Name & Number	Chapita Wells Unit 939-26						
API Number:	43-047-36696						
Lease:	U-0285-A						
Location: SE NE	Sec. 26	T. 9 South	R. 22 East				

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.
- 5. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires March 31, 2007

5. Lease Serial No.

1	U	J_	0	2	8	5	-/
	u	<i>,</i> –	v	_	σ	J	-4

6. If Indian, Allottee or Tribe Name

APPLICATION FOR PERM	IT TO DRILL OR REENTE	R			
1a. Type of Work: X DRILL	REENTER	_	reement, Name and No. WELLS UNIT		
1b. Type of Well: Oil Well X Gas Well Other	Single Zone X Multiple Zone		ELLS UNIT 939-26		
2. Name of Operator EOG RESOURCES, INC.	MAY 1 1 2005	9. API Well No. 43-647	9. API Well No. 43-047-36696		
3a. Address P.O. BOX 1815 VERNAL, UT 84078	3b. Phone No. (Include area code) (435)789-0790	10. Field and Pool, or NATURAL	BUTTES		
At surface 2487' FNL, 1179' FEL At proposed prod. Zone	SE/NE	SEC. 26, T S.L.B.			
14. Distance in miles and direction from nearest town or post 20.1 MILES SOUTHEAST OF OUR 15. Distance from proposed*		12. County or Parish UINTAH 17. Spacing Unit dedicates	13. State UTAH		
location to nearest property or lease line, ft. (Also to nearest drig. Unit line, if any)	1800	17. Spacing Out dedicated	d to this wen		
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. See Topo Map C	19. Proposed Depth 9200' .	20. BLM/BIA Bond No. o NM-2308	20. BLM/BIA Bond No. on file NM-2308		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 4961.0 FEET GRADED GROUND	22. Approximate date work will start* UPON APPROVAL 24. Attachments	l l	23. Esti mated duration 45 DAYS		
Attachments The following, completed in accordance with the requirer 1. Well plat certified by a registered surveyor. 2. A Drilling Plan. 3. A Surface Use Plan (if the location is on National For SUPO shall be filed with the appropriate Forest Service	ments of Onshore Oil and Gas Order No. 1, s 4. Bond to cover th (see Item 20 ab est System Lands, the 5. Operator certifical	e operations unless covered by love). tion. cific information and/or plans			
25. Signature Lil Late	Name (Printed/Typed) Ed Trotter RECE	EIVED	Date May 5, 2005		
Title Agent	NOV 0	8 2005			
Approved of (Signature)	Name (Printed/Typed) DIV. OF OLL, C	GAS & MINING Date	113/2009		
Title Assistant Field wanager Mineral Resources	Office				
Application approval does not warrant or certify that the applic conduct operations thereon. Conditions of Approval, if any, are attached.	ant holds legal or equitable title to those righ	ts in the subject lease which w	ould entitle the applicant to		

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the

*(Instructions on page 2)

UDO6M

United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

CONDITIONS OF APPROVAL ATTACHE



UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** VERNAL FIELD OFFICE 170 South 500 East

VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: EOG Resources Inc

Well No: CWU 939-26 Location: SENE Sec 26, T9S, R22E

Lease No: UTU-0285-A

Petroleum Engineer: Matt Baker Petroleum Engineer: Michael Lee

Supervisory Petroleum Technician:

Jamie Sparger

Cell: 435-828-4470 Office: 435-781-4490

Office: 435-781-4432 Cell: 435-828-7875 Cell: 435-828-3913 Office: 435-781-4502

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval.. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations.

Downhole Conditions of Approval

All provisions outlined in Onshore Oil and Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

SITE SPECIFIC DOWNHOLE CONDITIONS OF APPROVAL

1. Top of cement for the production casing shall be at a minimum of 2100'

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- 1. There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well. Any changes in operation must have prior approval from the BLM, Vernal Field Office Petroleum Engineers.
- 2. The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- 3. Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- 4. Blowout prevention equipment (BOPE) will remain in use until the well is completed or abandoned. Closing unit controls must remain unobstructed and readily accessible at all times. Choke manifolds must be located outside of the rig substructure.

All BOPE components will be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil and Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests must be performed by a test pump with a chart recorder and **NOT** by the rig pumps. Test must be reported in the driller's log.

BOP drills must be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil and Gas Order No. 2.

Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.

No aggressive/fresh hard-banded drill pipe shall be used within casing.

- 5. All shows of fresh water and minerals will be reported and protected. A sample will be taken of any water flows and a water analysis furnished the BLM, Vernal Field Office. All oil and gas shows will be adequately tested for commercial possibilities, reported, and protected.
- 6. No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status

without prior approval of the BLM, Vernal Field Office. If operations are to be suspended for more than 30 days, prior approval of the BLM, Vernal Field Office must be obtained and notification given before resumption of operations.

7. Chronologic drilling progress reports must be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.

Any change in the program must be approved by the BLM, Vernal Field Office. "Sundry Notices and Reports on Wells" (Form BLM 3160-5) must be filed for all changes of plans and other operations in accordance with 43 CFR '3162.3-2.

Emergency approval may be obtained orally, but such approval does not waive the written report requirement. Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, will require the filing of a suitable plan pursuant to Onshore Oil and Gas Order No. 1 of 43 CFR 3164.1 and prior approval by the BLM, Vernal Field Office.

In accordance with 43 CFR '3162.4-3, this well must be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report should be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.

- 8. Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) will be submitted only when requested by the BLM, Worland Field Office.
- 9. All off-lease storage, off-lease measurement, or commingling on-lease or off-lease will have prior written approval from the BLM, Vernal Field Office.

All measurement points shall be identified as point of sales or allocation for royalty determination prior to the installation of facilities.

10. Oil and gas meters will be calibrated in place prior to any deliveries. The Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the BLM, Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement.

- A schematic facilities diagram as required by Onshore Oil and Gas Order No. 3 shall be submitted to the BLM, Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil and Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil and Gas Order No. 3.
- 12. This APD is approved subject to the requirement that, should the well be successfully completed for production, the BLM, Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
 - a. Operator name, address, and telephone number.
 - b. Well name and number.
 - c. Well location (1/41/4, Sec., Twn, Rng, and P.M.).
 - d. Date well was placed in a producing status (date of first production for which royalty will be paid).
 - e. The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - f. The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - g. Unit agreement and / or participating area name and number, if applicable.
 - h. Communitization agreement number, if applicable.
- 13. Any venting or flaring of gas will be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from Field Office Petroleum Engineers.
- 14. All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events as defined in NTL3A, will be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production
- 15. Pursuant to Onshore Oil and Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method should be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first

production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.

16. Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

Within 90 calendar days of the approval date for this Application for Permit to Drill (APD), the operator/lessee shall submit to the Authorized Officer (AO), on Sundry Notice Form 3160-5, an Interim Surface Reclamation Plan for surface disturbance on well pads, access roads, and pipelines. At a minimum, this will include the reshaping of the pad to the original contour to the extent possible; the respreading of the top soil up to the rig anchor points; and, the area reseeded using appropriate reclamation methods. The AO will provide written approval or concurrence within 30 calendar days of receipt

The pipeline shall be buried within the identified construction width of an access corridor that contains the access road and pipelines. The operator may request in writing an exception to this COA. Exceptions to this COA may be included but are not limited to: laterally extensive, hard indurated bedrock, such as sandstone, which is at or within 2 feet of the surface; and, soil types with a poor history for successful rehabilitation. The exception request will be reviewed by the authorized officer (AO) and a determination made.

Prior to abandonment of a buried pipeline, the operator will obtain authorization from the appropriate regulatory agency. BLM will determine whether the pipeline and all above ground pipeline facilities shall be removed and unsalvageable materials disposed of at approved sites or abandoned in place. Reshaping and revegetation of disturbed land areas will be completed where necessary.

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Co	mpany:		EOG	RESC	OURCES IN	NC	
Well Name:			CWL	J 939-2	26		
Api No:	43-047-36	696		Lea	se Type:	FEDERAL	···
Section 26	_Township_	09S	_Range_	22E	_County	UINTAH	
Drilling Con	tractor	RO	CKY M	OUNT	TAIN DRLO	GRIG#_1	
SPUDDE	Date Time How	3:0 DR	00 PM .Y	_	•		
•							
Date 0	4/14/2006	S	igned		CHD		

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

6. If Indian, Allottee or Tribe Name

5. Lease Serial No.

U-0285-A

SUBMIT IN TR	rse side.	7. If Unit or CA/Agreement, Name and/or N			
1. Type of Well Oil Well		8. Well Name and No.			
2. Name of Operator EOG RESO	CHAPITA WELLS UNIT 939-26 9. API Well No.				
3a Address P.O. Box 1815 Vernal, UT 84	43-047-36696 10. Field and Pool, or Exploratory Area				
 Location of Well (Footage, Sec., 2487 FNL 1179 FEL (SE/NE) SECTION 26, T9S, R22E 40.0 	11. County or Parish, State UINTAH COUNTY, UT				
12. CHECK A	PPROPRIATE BOX(ES) T	O INDICATE NATUR	RE OF NOTICE, F	REPORT, OR OTHER DATA	
TYPE OF SUBMISSION		TY	PE OF ACTION		
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production (St Reclamation Recomplete Temporarily A Water Disposal	Well Integrity Other bandon	
13. Describe Proposed or Complet	ed Operation (clearly state all pe	rtinent details, including esti	mated starting date of a	ny proposed work and approximate duration thereof	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

EOG Resources, Inc. requests authorization for disposal of produced water from the referenced well to any of the following locations.

- 1. Natural Buttes Unit 21-20B SWD.
- 2. Ace Disposal
- 3. RN Industries.

Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)					
Kaylene R. Gardner Title		e Regulatory Assistant			
Signature Paulus - Frank	Date	ate 04/19/2006			
THIS SPACE FOR FEDERAL	OR STATE O	FFICE USE			
Approved by	Title	Date			
Conditions of approval, if any, are attached. Approval of this notice does not warra certify that the applicant holds legal or equitable title to those rights in the subject lewhich would entitle the applicant to conduct operations thereon.	i i				

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

RECEIVED

FORM 6

STATE OF UTAH	
DEPARTMENT OF NATURAL RESOURCES	
INTRION OF OIL GAS AND MINING	

DECOLUDATE						
RESOURCES		Oper	rator Acc	count Nu	ımber: N	9550
BOX 1815						
ERNAL						
	zio 84078		P	hone Nu	mber(43	35) 781-9111
	BOX 1815 /ERNAL UT	BOX 1815 /ERNAL (45				

AP! Number	Well	Name	QQ Sec Twp F		Rng		
43-047-35203			NENW 32		95	23E UINTAH	
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
B	99999	13884	4	/13/200	6	4/	27/06

API Number	Well Name CHAPITA WELLS UNIT 939-26		90	Sec	Twp	Rng	County
43-047-38896			SENE	26	95	22E UINTAH	
Action Code	Current Entity Number	New Entity Number	Spud Date E			ntity Assignment Effective Date	
A	99999	15332	4	/13/200)6	4/	27/06
omments:	RRV=mVK) <u>V</u>				•	ν

API Number	Well Name CHAPITA WELLS UNIT 837-11X		QQ SWSE	Sec 11	Twp 9S	Rng	County
43-047-37942						22E	UINTAH
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
В	99999	14852	1 2	2/15/200	16	4	1/27/06

A B C	CODES: Establish new entity for new well (single well only) Add new well to existing entity (group or unit well) Re-assign well from one existing entity to another existing entity Re-assign well from one existing entity to a new entity Other (Explain in 'comments' section) RECEIVED APR 2 6 2006	Kaylene R. Gardner Name Plans Plans Signature Regulatory Assistant Title	4/19/2006 Date

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007 BUREAU OF LAND MANAGEMENT

).	Lease Senai No.
	U-0285-A

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160 - 3 (APD) for such proposals.					6. If Indian, Allottee or Tribe Name		
SUBMIT IN TR	IPLICATE- Other instr	ructions on revers	se side.	i	CA/Agreement, Name and/or No. TA WELLS UNIT		
Oil Well Gas Well Other 2. Name of Operator EOG RESOURCES, INC.					ne and No. TA WELLS UNIT 939-26		
EOG RESOURCES, INC. 3a. Address P.O. Box 1815 Vernal, UT 84078 3b. Phone No. (include area code) 435-781-9111				9. API Well No. 43-047-36696 10. Field and Pool, or Exploratory Area			
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 2487 FNL 1179 FEL (SE/NE) S.L.B.&M SECTION 26, T9S, R22E 40.00747 LOT 109.40124 LON				NATURAL BUTTES 11. County or Parish, State UINTAH COUNTY, UT			
12. CHECK AI	PPROPRIATE BOX(ES) TO	INDICATE NATUR	E OF NOTICE, R	EPORT, OR	OTHER DATA		
TYPE OF SUBMISSION		ТҮР	E OF ACTION				
Notice of Intent ✓ Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production (Stan Reclamation Recomplete Temporarily Ab	·	Water Shut-Off Well Integrity Other WELL SPUD		
• •		•	•		rk and approximate duration thereof.		

If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

EOG Resources, Inc. spud a 20" surface hole at the referenced location 4/13/2006 at 3:00 p.m. Dall Cook, representative for EOG, notified Matt Baker of the Vernal BLM office and Carol Daniels of the Utah Division of Oil Gas and Mining of the spud 4/13/2006 @ 2:00 p.m.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)				
Kaylene R. Gardner Title Regulatory Ass		sistant		
Signature XVV 1112 15 C Sturle	Date 04/19/2006			
THIS SPACE FOR FEDERAL	OR STATE C	FFICE USE		
Approved by	Title	Date		
Conditions of approval, if any, are attached. Approval of this notice does not warrar certify that the applicant holds legal or equitable title to those rights in the subject lea which would entitle the applicant to conduct operations thereon.				
Title 19 U.S.C. Section 1001 and Title 42 U.S.C. Section 1212, make it a grime for any	nercon knowingly an	d willfully to make to any department or agency of the	ne United	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OM B No. 1004-0137
Expires: March 31, 2007

5.	Lease Serial No.	
	U-0285-A	

SUNDRY	NOTICES AND REI	PORTS ON WEL	.LS	U-0203-A	
Do not use th	nis form for proposals t ell. Use Form 3160-3 (A	to drill or to re-e	nter an	6. If Indian, Allotte	ee or Tribe Name
SUBMIT IN TRI	IPLICATE- Other insti	ructions on rever	se side.	7. If Unit or CA/Ag CHAPITA W	greement, Name and/or No.
1. Type of Well ☐ Oil Well ☑	Gas Well Other			8. Well Name and	
2. Name of Operator EOG RESOL	URCES, INC.				ELLS UNIT 939-26
Ba. Address		3b. Phone No. (include	area code)	9. API Well No. 43-047-36696	
P.O. Box 1815 Vernal, UT 840 Location of Well (Footage, Sec., 2)	2.60	435-781-9111	,	10. Field and Pool, NATURAL B	
2487 FNL 1179 FEL (SE/NE)				11. County or Paris	h, State
SECTION 26, T9S, R22E 40.0				UINTAH CO	UNTY, UT
12. CHECK AF	PPROPRIATE BOX(ES) TO	INDICATE NATUR	E OF NOTICE, F	REPORT, OR OTH	ER DATA
TYPE OF SUBMISSION		ТҮР	E OF ACTION		
	Acidize	Deepen	Production (St		/ater Shut-Off
Notice of Intent	Alter Casing	Fracture Treat	Reclamation		/ell Integrity
Subsequent Report	Casing Repair Change Plans	New Construction	Recomplete Temporarily A		ther CHANGE TANK SIZE
Final Abandonment Notice	Convert to Injection	Plug and Abandon Plug Back	Water Disposal	_	
piping on the referen	respectfully requests pe ced location.	a mission to see two	, (2) 400 001 101	CONTRACTOR	
14. I hereby certify that the fore	going is true and correct				· · · · · · · · · · · · · · · · · · ·
Name (Printed/Typed) Kaylene R. Gard	Iner	Title R	egulatory Assistant		
Signature	21	Date		07/11/2006	
	THIS SPACE FOR	FEDERAL OR S	TATE OFFICE	USE	
Approved by Conditions of approval, if any, are a certify that the applicant holds legal which would entitle the applicant to Title 18 U.S.C. Section 1001 and Title	attached. Approval of this notice I or equitable title to those rights to conduct operations thereon.	does not warrant or in the subject lease	Acceptitle Utah D	oivision of and Mining	Federal Approval Of This Action Is Necessary
States any false, fictitious or fraudul (Instructions on page 2)	ent statements or representations	as to any matter within	inisdiction)	MINI DO	1
instructions on dage 2)					

RECEIVED JUL 1 3 2006

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

	OM B No. 1004-0137 Expires: March 31, 2007
5.	Lease Serial No.

U-0285-A

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

6.	lť	Indian,	Allottee	or Tribe	Name	

7. If Unit or CA/Agreement, Name and/or No.

1. Type of Well	7. If Unit or CA/Agreement, Name and/or No. CHAPITA WELLS UNIT 8. Well Name and No. CHAPITA WELLS UNIT 939-26 9. API Well No. 43-047-36696 10. Field and Pool, or Exploratory Area		
2. Name of Operator EOG RESOURCES, INC. 3a. Address 600 17th St., Suite 1000N, Denver, CO 80202 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 2487 FNL 1179 FEL (SE/NE) S.L.B.&M SECTION 26, T9S, R22E 40.00741 LAT 109.40194 LON 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORTYPE OF SUBMISSION TYPE OF ACTION Acidize Acidize Production (Start/Rest) Alter Casing Fracture Treat Reclamation			
600 17th St., Suite 1000N, Denver, CO 80202 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 2487 FNL 1179 FEL (SE/NE) S.L.B.&M SECTION 26, T9S, R22E 40.00741 LAT 109.40194 LON 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Rest Reclamation) Alter Casing Fracture Treat Reclamation			
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 2487 FNL 1179 FEL (SE/NE) S.L.B.&M SECTION 26, T9S, R22E 40.00741 LAT 109.40194 LON 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Rest Reclamation)			
2487 FNL 1179 FEL (SE/NE) S.L.B.&M SECTION 26, T9S, R22E 40.00741 LAT 109.40194 LON 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT TYPE OF SUBMISSION Acidize Deepen Production (Start/Rest) Alter Casing Fracture Treat Reclamation	NATURAL BUTTES/MESAVERDE		
TYPE OF SUBMISSION Acidize Deepen Production (Start/Rest Reclamation	11. County or Parish, State UINTAH COUNTY, UT REPORT, OR OTHER DATA		
Notice of Intent Alter Casing Fracture Treat Reclamation			
Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Convert to Injection Plug Back Water Disposal	Well Integrity Other		

The referenced well was turned to sales on 7/27/2006. Please see the attached operations summary report for drilling and completion operations performed on the subject well.

If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Mary A. Maestas	Title Operations	tle Operations Clerk							
Signature Mary a. Maylar	Date	07/27/2006							
THIS SPACE FOR FEDERAL OR STATE OFFICE USE									
Approved by	Title	Date							
Conditions of approval, if any, are attached. Approval of this notice does not warrant certify that the applicant holds legal or equitable title to those rights in the subject least which would entitle the applicant to conduct operations thereon.									

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

determined that the site is ready for final inspection.)

RECEIVED

WELL CHRONOLOGY **REPORT**

Report Generated On: 07-27-2006

Well Name	CWU 939-26	Well Type	DEVG	Division	DENVER				
Field	CHAPITA WELLS DEEP	API#	43-047-36696	Well Class	COMP				
County, State	UINTAH, UT	Spud Date	06-02-2006	Class Date					
Tax Credit	N	TVD / MD	9,200/ 9,200	Property #	054928				
Water Depth	0	Last CSG	2.375	Shoe TVD / MD	0/ 0				
KB / GL Elev	4,976/ 4,961								
Location	Section 26, T9S, R22E, SENE, 2487 FNL & 1179 FEL								

Event No 1.0			Description	DRILL & COMPLE	ETE		
Operator	EOG RESOURCES, INC		WI %	27.5	NRI %	28.65	
AFE No	302797		AFE Total	1,736,400	DHC/CWC	818,0	600/ 917,800
Rig Contr	TRUE	Rig Name	e TRUE#15	Start Date	05-16-2005 R	elease Date	06-12-2006
05-16-2005	Reported F	Ву					
DailyCosts: D	rilling \$0)	Comple	tion \$0	Daily Tot	al \$0	
Cum Costs: D	rilling \$()	Comple	tion \$0	Well Tota	1 \$0	
MD	0 TVD	0	Progress	0 Days	0 MW	0.0 Visc	0.0
Formation: PBTD: 0.0				Perf:	P	KR Depth: 0.	0

Activity at Report Time: LOCATION DATA

Start **Activity Description** 06:00 06:00 24.0 LOCATION DATA

> 2487' FNL & 1179' FEL (SE/NE) **SECTION 26, T9S, R22E** UINTAH COUNTY, UTAH

LAT40.007444, LONG 109.401258 (NAD 27)

TRUE RIG #15

TD: 9200' MESAVERDE

DW/GAS

CHAPITA WELLS DEEP PROSPECT DD&A: CHAPITA WELLS DEEP NATURAL BUTTES FIELD

LEASE: U-0285A

ELEVATION: 4961' NAT GL, 4961' PREP GL, 4976' KB (15')

EOG WI 27.5%, NRI 28.65%

ED TROTTER 04-16-2006 Reported By

\$24,872 DailyCosts: Drilling \$24,872 Completion \$0 **Daily Total**

\$24,872 \$0 Well Total \$24,872 **Cum Costs: Drilling** Completion 0.0 0.0 MW TVD 0 Visc MD **Progress** Days PKR Depth: 0.0 **PBTD**: 0.0 Perf: Formation: Activity at Report Time: WO BUCKET RIG Start End **Activity Description** 24.0 4961' NAT GL, CUT AT STAKE GRADE. 06:00 06:00 MI CRAIG'S ROUSTABOUT SERVICE. BUILD ACCESS ROAD & LOCATION. LINED RESERVE PIT. WO BUCKET RIG. COOK/BARNES 04-17-2006 Reported By \$0 **Daily Costs: Drilling** \$0 Completion \$0 **Daily Total** \$24,872 Completion \$0 Well Total \$24,872 **Cum Costs: Drilling** MD TVD Visc 0.0 **Progress** Davs Formation: **PBTD:** 0.0 Perf: PKR Depth: 0.0 Activity at Report Time: WO AIR RIG Start End **Activity Description** Hrs 24.0 MIRU ROCKY MOUNTAIN DRILLING BUCKET RIG. SPUD WELL @ 3:00 PM, 4/13/2006, DRILLED 20" HOLE TO 06:00 06:00 40". RAN 40' OF 14", CONDUCTOR PIPE. CEMENTED CONDUCTOR TO SURFACE WITH READY MIX CEMENT. DALL COOK NOTIFIED MIKE LEE, BLM & CAROL DANIELS, UDOGM OF WELL SPUD ON 4/13/2006 @ 2:00 PM. COOK/BARNES 05-22-2006 Reported By \$188,953 Completion \$0 **Daily Total** \$188,953 **Daily Costs: Drilling** Well Total **Cum Costs: Drilling** \$213,825 Completion \$0 \$213,825 1.888 TVD 1,888 0.0 0.0 MD Days MW Viec **Progress** Formation: **PBTD:** 0.0 Perf: PKR Depth: 0.0 Activity at Report Time: WORT Start End **Activity Description** Hrs 24.0 MIRU BILL JR AIR RIG, DRILLED 12-1/4" HOLE TO 1960' GL. ENCOUNTERED LARGE AMOUNT OF WATER @ 06:00 06:00 970', RAN 46 JTS (1873.00') OF 9-5/8", 36.0 #/FT, J-55, ST&C CASING WITH WEATHERFORD GUIDE SHOE AND FLOAT COLLAR. 8 CENTRALIZERS SPACED MIDDLE OF SHOE JOINT AND EVERY COLLAR TILL GONE. LANDED @ 1888' KB. RDMO BILL JR AIR RIG. RU BIG 4 CEMENTING. HELD SAFETY MEETING. PRESSURE TESTED LINES AND CEMENT VALVE TO 1000 PSIG. PUMPED 140 BBLS FRESH WATER & 20 BBLS GELLED WATER FLUSH AHEAD OF CEMENT. MIXED & PUMPED 390 SX (79.8 BBLS) OF PREMIUM CEMENT W/ 2 % CACL2 & 1/4 #/SX FLOCELE. BUMPED PLUG W/600# @ 1:41 PM, 4/17/2006. CHECKED FLOAT, FLOAT HELD. SHUT-IN CASING VALVE. NO CIRCULATION. NO CEMENT TO SURFACE. TOP JOB # 1 MIXED & PUMPED 100 SX (20.5 BBLS) OF PREMIUM CEMENT W/4% CaCl2 & 1/4#/SX FLOCELE. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO CEMENT TO SURFACE. WOC 2 HOUR. TOP JOB # 2 MIXED & PUMPED 100 SX (20.5 BBLS) OF PREMIUM CEMENT W/4% CaCl2, V#/SX FLOCELE. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO CEMENT TO SURFACE. WOC 3 MIN.

TOP JOB #3 MIXED & PUMPED 85 SX (17.4 BBLS) OF PREMIUM CEMENT W/2% CACL2 & $\frac{1}{4}$ //SX FLOCELE. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. HOLE FILLED & STOOD FULL. RDMO BIG 4 CEMENTERS.

PREPARED LOCATION FOR ROTARY RIG. WORT. WILL DROP FROM REPORT UNTIL FURTHER ACTIVITY.

MIRU SLICK LINE UNIT & SURVEY TOOL. RAN IN HOLE & TAGGED @ 1749'. PICKED UP & TOOK SURVEY @ 1745' - 2 DEGREE.

JERRY BARNES NOTIFIED JAMIE SPARGER W/BLM OF THE SURFACE CASING & CEMENT JOB ON 4/17/2006 AT 8:30 AM.

05-23-20	06 R	eported By	DA	NE CAMBER	N						
DailyCost	s: Drilling	\$23,494	·	Con	pletion	\$0		Daily	Total	\$23,494	
Cum Cost	s: Drilling	\$237,31	9	Con	npletion	\$0		Well	Total	\$237,319	
MD	1,888	TVD	1,888	Progress	0	Days	0	MW	0.0	Visc	0.0
Formation: PBTD				0		Perf:			PKR Dep	oth: 0.0	
Activity a	t Report Ti	ime: RDRT									
Start 15:00	End 06:00		v ity Desc i DOWN RO	ri ption TARY TOOLS							
060120	06 R	eported By	DA	N LINDSEY							
DailyCost	DailyCosts: Drilling \$19,829		1	Completion		\$0		Daily Total		\$19,829	
Cum Cost	ts: Drilling	\$257,14	8	Completion		\$0		Well Total		\$257,148	
MD	1,888	TVD	1,888	Progress	0	Days	0	MW	0.0	Visc	0.0
Formation: PBTD:			PBTD: 0.	0		Perf:			PKR Dep	oth: 0.0	
Activity a	t Report Ti	ime: RURT									
Start	End	Hrs Activ	vity Descr	ription							
07:00	19:00			MEETING W.				S. MOVED	RIG FROM	CWU 906-26.	BEGAN

15 MEN, 180 MAN-HOURS.

NO ACCIDENTS.

06-02-20	006 R	Reported B	B y D	AN LINDSEY							
DailyCosts: Drilling \$20.589		0,589	Completion		\$0		Daily	Total	\$20,589		
Cum Cos	Cum Costs: Drilling \$276,977		76,977	Completion \$0		Well Total			\$276,977		
MD	1,888	TVD	1,888	Progress	0	Days	0	MW	0.0	Visc	0.0
Formatio	Formation: PBTD: 0.0					Perf:			PKR De _l	pth: 0.0	
Activity a	at Report T	ime: TEST	ING BOPE								
Start	End	Hrs	Activity Desc	ription							
07:00	19:00		HELD SAFET	Y MEETING WA	RIG CRE	vs. Strung	REBUILT	TRAVELING	BLOCK. R.	AISED DERRIC	CK. RURT-

16 MEN, 192 MAN-HOURS.

Page 3

Reported By

06-03-2006

11:00

11:30

16:00

18:00

18:30

11:30

16:00

18:00

18:30

06:00

1 ACCIDENT. DRILLER BEN WALDNER SLIPPED WHILE LEANING OVER HANDRAIL TO POSITION FLOWLINE. HE FELL APPROX. 6 FEET ON TOP OF FLOWLINE. SUFFERED ABRASIONS ON LEFT SHOULDER AND LEFT LEG AND SMALL CUT ON BACK OF HEAD. CONTINUED WORKING AFTER FIRST AID AND REST. ACCIDENT REPORTED TO DANNY FISCHER.

DailyCosts: Drilling\$58,603Cum Costs: Drilling\$335,580		8,603	Completion \$0			Daily	\$58,603				
		\$3.	35,580	Completion		\$0		Well	Total	\$335,580	
MD	2,620	TVD	2,620	Progress	732	Days	1	MW	0.0	Visc	0.0
Formation: PBTD: 0.0						Perf:			PKR De	pth: 0.0	
Activity a	at Report Ti	me: DRIL	LING								
Start	End	Hrs	Activity Desc	ription							
07:00	11:00			D FOR DAYWO O 250 PSIG, 50							

DAN LINDSEY

2.0 TAGGED @ 1785. DRILLED CEMENT AND FLOAT EQUIP. DRILLED TO 1913'.
0.5 PERFORMED FIT TO 12.1 PPG EMW (375 PSI).
11.5 DRILLED 1913' TO 2620', 707' @ 61.5 FPH), WOB 10–20K, GPM 403, RPM 40–55, MOTOR 64, SPP 980, NO

DIESEL 8137 GALS, TRANSFERRED 2873, HAULED 6000, USED 736

PROPANE 4800 GALS, TRANSFERRED 2600, HAULED 2745, USED 545

NO ACCIDENTS

0.5 INSTALLED WEAR BUSHING.

FLARE. THIS AM MUD 8.4 PPG, VIS 27.

4.5 PU BHA & DP.

TRANSFERRED 5 JTS (167.88') 4.5", 11.6#, N-80, LTC CASING FROM CWU 906-26

NOTIFIED DONNA KENNEY W/BLM IN VERNAL AND CAROL DANIELS W/UDOGM IN SALT LAKE CITY @ 1130 HRS, 6/1/06 OF BOP TEST

GAS BG 0-800, CONN 200-400 OVER, HG 749 @ 2043', NO SHOWS

06:00		18.0 SP	UDDED 7 7	7/8" HOLE @ 18	:30 HRS, 6	/2/06.					
06042006	Re	ported By	C	AN LINDSEY							
DailyCosts: Drilling		\$33,	947	Completion		\$0	Daily Total			\$33,947	
Cum Costs: Drilling		\$369,527		Completion		\$0		Well Total		\$369,527	
MD	4.064	TVD	4,064	Progress	1,444	Days	2	MW	8.9	Visc	33.0
Formation: PBTD			PBTD:	0.0		Perf:			PKR De	pth: 0.0	

Activity	at '	Danart	Time:	DRILI	ING
ACHVILV	ЯΕ.	REDUFL	т шис:	DRILL	_1117

Start	End	Hrs	Activity Description
06:00	08:30	2.5	DRILLED 2620' TO 2785', 165' @ 66.0 FPH, WOB 15-18K, GPM 403, RPM 50/MOTOR 64, SPP 900, NO FLARE.
08:30	09:00	0.5	SERVICED RIG. CHECKED CROWN-O-MATIC. FUNCTION TESTED PIPE RAMS.
09:00	13:00	4.0	DRILLED 2785' TO 3098', 313' @ 78.3 FPH, WOB 15K, GPM 403, RPM 45-50/MOTOR 64, SPP 900, NO FLARE.
13:00	13:30	0.5	SURVEY @ 3015, 1.5 DEGREES.
13:30	06:00	16.5	DRILLED 3098 TO 4064(966' @ 58.5 FPH), WOB 18–20K, GPM 403, RPM 45–55/MOTOR 64, SPP 1200, NO FLARE. THIS A.M. MUD 8.9 PPG, VIS 33.

GAS: BG 20-300, CONN 0-200 OVER, DTG=HG 931@ 3098. NO SHOWS.

Property: 054928

DIESEL 7637 GALS(USED 500), PROPANE 4300 GALS(USED 500).

NO ACCIDENTS.

06-05-2006	Re	ported By	D/	AN LINDSEY							
DailyCosts: D	rilling	\$29,9	71	Con	npletion	\$0		Daily	Total	\$29,971	
Cum Costs: D	rilling	\$399,	499	Cor	npletion	\$0		Well 7	Total	\$399,499	
MD	5,465	TVD	5,465	Progress	1,401	Days	3	MW	9.0	Visc	34.0
Formation :			PBTD : 0	.0		Perf:			PKR De	pth: 0.0	

Activity at Report Time: DRILLING

Start	End	Hrs	Activity Description
06:00	06:30	0.5	REPAIRED STANDPIPE.
06:30	10:00	3.5	DRILLED 4064' TO 4261', 197' @ 56.3 FPH, WOB 18-20K, GPM 403, RPM 45/MOTOR 64, SPP 1250, NO FLARE.
10:00	10:30	0.5	SERVICED RIG. CHECKED CROWN-O-MATIC. FUNCTION TESTED BOP.
10:30	06:00	19.5	DRILLED 4261' TO 5465', 1204' @ 61.7 FPH, WOB 17-22K, GPM 403, RPM 45/MOTOR 64, SPP 1350, NO FLARE. THIS AM MUD 9.0 PPG, VIS 34.

GAS BG 180–350, CONN 0–800 OVER, DTG HG 2330 @ 4063', NO SHOWS WASATCH FORMATION TOP 4612'

DIESEL 6573 GALS (USED 1064), PROPANE 3800 GALS (USED 500)

NO ACCIDENTS

NOTIFIED JAMIE SPARGER W/BLM IN VERNAL @ 08:45 HRS, 6/4/06 OF LEAKING RESERVE PIT

Forma	tion :		PBTD: 9	104.47		Perf:			PKR De	pth: 0.0	
MD	6,166	TVD	6,166	Progress	701	Days	4	MW	9.9	Visc	37.0
Cum C	Costs: Drilling	\$493	3,048	Con	npletion	\$0		Well 7	Total	\$493,048	
DailyC	Costs: Drilling	\$93 ,	549	Con	npletion	\$0		Daily '	Total	\$93,549	
06-06-	-2006 Re	ported By	Di	AN LINDSEY							

Activity at Report Time: TOH

Start	End	Hrs	Activity Description
06:00	08:30	2.5	DRILLED 5465' TO 5604', 139' @ 55.6 FPH, WOB 20-22K, GPM 403, RPM 45/MOTOR 64, SPP 1400, NO FLARE.
08:30	09:00	0.5	SERVICED RIG. CHECKED CROWN-O-MATIC. FUNCTION TESTED BOP.
09:00	02:30	17.5	DRILLED 5604' TO 6166', 562' @ 32.1 FPH, WOB 15–23K, GPM 403, RPM 40–55/MOTOR 64, SPP 1400, NO FLARE.
02:30	03:00	0.5	DROPPED SURVEY. PUMPED PILL.
03:00	03:30	0.5	WORKED ON CATHEAD.
03:30	06:00	2.5	TOH. THIS AM. MUD 9.9 PPG, VIS 37.

GAS BG 60-200, CONN 0-230 OVER, DTG 455 @ 5604', HG 689 @ 5486, NO SHOWS

DIESEL 5698 GALS (USED 875), PROPANE 3200 GALS (USED 600) NO ACCIDENTS

06-07-2006	Reported By	DAN LINDSEY				
DailyCosts: Drill	ing \$52,294	Completion	\$311	Daily Total	\$52,605	

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	ts: Drilling	\$545,34	2	Cor	npletion	\$311		Well	Total	\$545,653	
MD	6,690	TVD	6,690	Progress	524	Days	5	MW	10.1	Visc	37.0
Formatio	n:	I	PBTD : 0	.0		Perf:			PKR De _l	pth: 0.0	
Activity a	t Report Ti	ne: DRILLING	j								
Start	End	Hrs Activ	vity Desc	ription							
06:00	07:00	1.0 LD R	EAMERS	. CHANGED N	UD MOTO	OR AND BIT.					
07:00	10:00	3.0 TIH.									
10:00	10:30	0.5 TAGO	GED BRID	GE @ 5085, W	ORKED T	GHT HOLE, V	ASHED &	REAMED	THROUGH B	RIDGE.	
10:30	12:00	1.5 FINIS	SH TIH. W	ASHED/REAN	(ED 110, T	O 6166', NO FI	LL.				
12:00	17:30									P 1500, NO FLA	RE.
17:30	18:00			G. CHECKED (
18:00	06:00			'' TO 6690', 34' AM MUD 10.1			OK, GPM	403, RPM 4:	5–50/MOTOR	(64, SPP 1525,)	NO
		GAS	BG 20-75	, CONN 0-235	OVER, TO	284, HG 2110	@ 6525',	I SHOW			
		NOR	TH HORN	FORMATION	TOP 6519						
		DIES	EL 5012 C	GALS (USED 6	86), PROPA	NE 2500 GAL	S (USED 7	(00)			
			CCIDENT		,,		·				
06-08-20	06 Re	ported By	D/	AN LINDSEY							
DailyCost	ts: Drilling	\$42,838	3	Cor	npletion	\$6,132		Dail	y Total	\$48,970	
	ts: Drilling	\$588,18	31	Cor	npletion	\$6,443		Well	Total	\$594,624	
MD	7.346	TVD	7,346	Progress	656	Days	6	MW	10.7	Visc	37.0
Formatio	n:	1	PBTD : 0	.0		Perf:			PKR De	pth: 0.0	
Activity a	t Report Ti	ne DRILLING	3								
•		He. Dille									
-	End		vity Desc	ription							
-	End 19:30	Hrs Acti	•	•	0' @ 25.2 F	PH, WOB 18–2	2K, GPM	403, RPM 4:	5-50/MOTOR	: 64, SPP 1650, 1	NO FLAR
Start		Hrs Acti	LED 6690	•						64, SPP 1650, 1	NO FLAR
Start 06:00	19:30	Hrs Acti 13.5 DRIL 0.5 SERV 10.0 DRIL	LED 6690 /ICED RIG LLED 7030	- 0' TO 7030', 34 G. CHECKED (CROWN-0 6' @ 31.6 F	-MATIC. FUN	ICTION TI	ESTED BOP		64, SPP 1650, 1 SPP 1700, NO	
06:00 19:30	19:30 20:00	Hrs Activated National Control of Service 10.0 DRILL THIS GAS	LED 6690 LED 7030 AM MUE	o' TO 7030', 34 G. CHECKED (O' TO 7346', 31	CROWN-O 6' @ 31.6 F 5 37. 0 OVER, H	-MATIC. FUN PH, WOB 18-2 G 1296. 9 SHO	ECTION TI 2K, GPM	ESTED BOP 403, RPM 4	? 5/MOTOR 64,		
06:00 19:30	19:30 20:00	Hrs Activated National Control of the Control of th	LED 6690 LED 7030 AM MUI BG 20-10	7 TO 7030', 344 G. CHECKED (O' TO 7346', 314 O 10.7 PPG, VIS OO, CONN 0-50 FOPS: WASAT	CROWN-O 6' @ 31.6 F 5 37. 0 OVER, H CCH 4512, N	-MATIC. FUN PH, WOB 18-2 G 1296. 9 SHO ORTH HORN	ICTION TI 2K, GPM DWS. 6519, ISL	ESTED BOP 403, RPM 4: 403, RPM 4:	? 5/MOTOR 64,		
06:00 19:30 20:00	19:30 20:00 06:00	Hrs Activated National Activation (Inc.) 13.5 DRILL (Inc.) 10.0 DRILL (Inc.) GAS FORD DIES NO A	LED 6690 VICED RIG LED 7030 SAM MUE BG 20–10 MATION 11 SEL 3997 C	7 TO 7030', 344 G. CHECKED (O' TO 7346', 314 O 10.7 PPG, VIS OO, CONN 0-50 FOPS: WASAT	CROWN-O 6' @ 31.6 F 5 37. 0 OVER, H CCH 4512, N	-MATIC. FUN PH, WOB 18-2 G 1296. 9 SHO ORTH HORN	ICTION TI 2K, GPM DWS. 6519, ISL	ESTED BOP 403, RPM 4: 403, RPM 4:	? 5/MOTOR 64,		
06:00 19:30 20:00	19:30 20:00 06:00	Hrs Acti 13.5 DRIL 0.5 SERV 10.0 DRIL THIS GAS FOR DIES NO A	LED 6690 LED 7030 AM MUE BG 20–10 MATION T SEL 3997 C ACCIDENT	7 TO 7030', 344 G. CHECKED (O' TO 7346', 314 O 10.7 PPG, VIS 00, CONN 0-50 FOPS: WASAT GALS (USED 1 TS	CROWN-O 6' @ 31.6 F 5 37. 0 OVER, H CH 4512, N 015), PROP	-MATIC. FUN PH, WOB 18-2 G 1296. 9 SHO ORTH HORN	ICTION TI 2K, GPM DWS. 6519, ISL	ESTED BOP 403, RPM 4: 4ND 6736, U 800)	9. 5/MOTOR 64, UPR 6828		
Start 06:00 19:30 20:00 06-09-20 Daily Cost	19:30 20:00 06:00 06:00 Rets: Drilling	Hrs Activated National Activation (Inc.) 13.5 DRILL (Inc.) 10.0 DRILL (Inc.) GAS FORD DIES NO A	LED 6690 VICED RIG LED 7030 S AM MUE BG 20–10 MATION 7 SEL 3997 C ACCIDENT	7 TO 7030', 344 5. CHECKED (6) TO 7346', 316 10.7 PPG, VIS 10, CONN 0-50 TOPS: WASAT GALS (USED 1 TS AN LINDSEY	CROWN—O 6' @ 31.6 F 6 37. 0 OVER, H CH 4512, N 015), PROP	-MATIC. FUN PH, WOB 18-2 G 1296. 9 SHO IORTH HORN ANE 1700 GAI	ICTION TI 2K, GPM DWS. 6519, ISL	ESTED BOP 403, RPM 4: AND 6736, U 800)	? 5/MOTOR 64,	SPP 1700, NO	
06:00 19:30 20:00 06-09-20 Daily Cost	19:30 20:00 06:00 Rets: Drilling	Hrs Acti 13.5 DRIL 0.5 SERV 10.0 DRIL THIS GAS FOR: DIES NO A sported By \$29,383 \$617.56	LED 6690 VICED RIG LED 7030 S AM MUE BG 20–10 MATION T SEL 3997 C ACCIDENT DA	7 TO 7030', 344 G. CHECKED (O' TO 7346', 314 O 10.7 PPG, VIS OO, CONN 0-50 FOPS: WASAT GALS (USED 1 FS AN LINDSEY Cor	CROWN—O 6' @ 31.6 F 6 37. 0 OVER, H CH 4512, N 015), PROP	-MATIC. FUN PH, WOB 18-2 G 1296. 9 SHO IORTH HORN ANE 1700 GAI \$0 \$6,443	OWS. 6519, ISLA	ESTED BOP 403, RPM 4: AND 6736, U 800) Dail Well	e. 5/MOTOR 64, JPR 6828 y Total	\$29,383 \$624,008	
6tart 06:00 19:30 20:00 Daily Cost Cum Cost MD	19:30 20:00 06:00 Rets: Drilling 8,030	Hrs Acti 13.5 DRIL 0.5 SERV 10.0 DRIL THIS GAS FORE NO A ported By \$29,382 \$617.50	LED 6690 VICED RIG LED 7030 S AM MUE BG 20–10 MATION 7 SEL 3997 C ACCIDENT DZ 3 8,030	7 TO 7030', 344 5. CHECKED (6) TO 7346', 316 6) 10.7 PPG, VIS 70, CONN 0-50 70PS: WASAT GALS (USED 1 TS AN LINDSEY Cor Progress	CROWN—O 6' @ 31.6 F 6 37. 0 OVER, H CH 4512, N 015), PROP	-MATIC. FUNPH, WOB 18-2 G 1296. 9 SHO IORTH HORN ANE 1700 GAI \$0 \$6,443 Days	ICTION TI 2K, GPM DWS. 6519, ISL	ESTED BOP 403, RPM 4: AND 6736, U 800)	PR 6828 y Total Total	\$29,383 \$624,008 Visc	FLARE.
06:00 19:30 20:00 06-09-20 Daily Cost Cum Cost MD Formatio	19:30 20:00 06:00 06:00 Rets: Drilling ts: Drilling 8,030	Hrs Acti 13.5 DRIL 0.5 SERV 10.0 DRIL THIS GAS FORE NO A ported By \$29,382 \$617.50	LED 6690 LED 7030 SAM MUE BG 20–10 MATION TO SEL 3997 CACCIDENT DA 355 8,030 PBTD : 0	7 TO 7030', 344 5. CHECKED (6) TO 7346', 316 6) 10.7 PPG, VIS 70, CONN 0-50 70PS: WASAT GALS (USED 1 TS AN LINDSEY Cor Progress	CROWN—O 6' @ 31.6 F 6 37. 0 OVER, H CH 4512, N 015), PROP	-MATIC. FUN PH, WOB 18-2 G 1296. 9 SHO IORTH HORN ANE 1700 GAI \$0 \$6,443	OWS. 6519, ISLA	ESTED BOP 403, RPM 4: AND 6736, U 800) Dail Well	y Total	\$29,383 \$624,008 Visc	FLARE.

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06:00	10:30	4.5 DRILLED 7346' TO 7469', 123' @ 27.3 FPH, WOB 20K, GPM 403, RPM 45/MOTOR 64, SPP 1750, NO FLARE.
10:30	11:00	0.5 SERVICED RIG. CHECKED CROWN-O-MATIC. FUNCTION TESTED BOP.
11:00	06:00	19.0 DRILLED 7469' TO 8030', 561' @ 29.5 FPH, WOB 18-20K, GPM 403, RPM 40-45/MOTOR 64, SPP 1900, NO
		FLARE. THIS AM MUD 10.9 PPG, VIS 38.

GAS BG 60–200, CONN 0–1600 OVER, HG 2309 @ 7669' 12 SHOWS, MPR FORMATION TOP 7732'

DIESEL 3031 GALS (USED 966), PROPANE 3800 GALS (HAULED 2400, USED 300)
NO ACCIDENTS

06-10-20		eported By	DA	N LINDSEY							
DailyCos	ts: Drilling	\$53,	697	Con	pletion	\$0		Dail	y Total	\$53,697	
Cum Cos	ts: Drilling	\$668	8,780	Con	apletion	\$6,443		Well	Total	\$675,223	
MD	8,350	TVD	8,350	Progress	320	Days	8	MW	11.2	Visc	38.0
Formatio	n:		PBTD : 0.	0		Perf:			PKR Dep	oth: 0.0	
Activity a	ıt Report Ti	ime: DRILLI	ING								
Start	End	Hrs A	ctivity Desc	ription							
06:00	10:30	4.5 Di	RILLED 8030	'TO 8155', 125	5' @ 27.8 F	PH, WOB 201	K, GPM 403	, RPM 45-50)/MOTOR 64,	SPP 1900, NO	D FLARE.
10:30	11:00	0.5 SE	ERVICED RIC	, CHECKED C	OM, FUN	CTION BOP.					
11:00	17:00	6.0 Di	RILLED 8155	TO 8259(104'	@ 17.3 FP	H), WOB 18–2	24K, GPM 4	103, RPM 35	-50/MOTOR 6	4, SPP 1900,	5' FLARE.
17:00	17:30	0.5 CI	IRCULATE &	CONDITION	HOLE, PU	MPED PILL.					
17:30	21:30	4.0 TO	ООН.								
21:30	23:00	1.5 CI	HANGED BIT	S. TIH W/BIT	#3.						
23:00	00:00	1.0 SI	LIP & CUT 95	DRILL LINE	÷						
00:00	02:30	2.5 TI	IH.								
02:30	03:00	0.5 W	/ASHED/REA	MED 100' TO	8259', (NO	FILL).					
03:00	06:00			' TO 8350', 91' AM MUD 11.2			18K, GPM 4	03, RPM 40	-45, MOTOR 6	54, SPP 1950	PSI, NO

GAS BG 20-1000, CONN 200-6500 OVER, TG 2441 W/15' FLARE, HG 7016 @ 8187', 5 SHOWS

DIESEL 4840 GALS (HAULED 2500, USED 691), PROPANE 3200 GALS (USED 700) NO ACCIDENTS

06-11-20	06 Re	ported l	By D	AN LINDSEY							
DailyCost	ts: Drilling	\$	29,728	Cor	npletion	\$0		Daily	Total	\$29,728	
Cum Cos	ts: Drilling	\$	698,509	Con	npletion	\$6,443		Well	Total	\$704,952	
MD	9,045	TVD	9,045	Progress	695	Days	9	MW	11.2	Visc	38.0
Formatio	n:		PBTD:	0.0		Perf:			PKR Dep	oth: 0.0	
Activity a	t Report Ti	me: DRI	LLING								
Start	End	Hrs	Activity Desc	ription							
06:00	20:00	14.0	DRILLED 8356 FLARE.	O' TO 8784', 434	4' @ 31.0 F	PH, WOB 18-	21K, GPM	1 403, RPM 45	-50/MOTOR	64, SPP 1950), 5–10'
20:00	20:30	0.5	SERVICED RI	G. CHECKED (CROWN-C	-MATIC. FUN	ICTION T	ESTED PIPE	RAMS.		
20:30	06:00	9.5	DRILLED 878- THIS AM MUI	4' TO 9045', 26 D 11.2 PPG, VIS		PH, WOB 18K	, GPM 40	3, RPM 4045	/MOTOR 64,	SPP 2000, 3'	FLARE.

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RECEIVED

GAS BG 1000–3000, CONN 150–1100 OVER, HG 4283 @ 8479' 4 SHOWS, LPR FORMATION TOP 8552'

DIESEL 3836 GALS (USED 1004), PROPANE 2500 GALS (USED 700)

NO ACCIDENTS

Hrs Activity Description

2.0 BROKE KELLY. LD BHA.

W/CSG HANGER.

Start

06:00

08:00

09:00

16:00

End

08:00

09:00

16:00

17:30

			ACCIDEN	1.5							
06-12-20	106 Re	ported By	D.	AN LINDSEY							
DailyCos	ts: Drilling	\$32,0	36	Con	npletion	\$0		Daily	Total	\$32,036	
Cum Cos	ts: Drilling	\$728,	901	Con	npletion	\$6,443		Well '	Total	\$735,344	
MD	9,158	TVD	9,158	Progress	113	Days	10	MW	11.6	Visc	38.0
Formatio	n:		PBTD:	0.0		Perf:			PKR De _l	pth: 0.0	
Activity a	at Report Ti	me: LAY DO	WN DRILL	PIPE							
Start	End	Hrs Ac	tivity Desc	ription							
06:00	09:00	3.0 DR	ILLED 904	5° TO 9097', 52'	@ 17.3 FF	PH, WOB 22K,	GPM 403, 1	RPM 40-45/N	MOTOR 64, 9	SPP 2000, 5-10	FLARE.
09:00	09:30	0.5 SE	RVICED RI	G. CHECKED C	CROWN-C	MATIC. FUN	ICTION TE	STED BOP.			
09:30	16:30			7' TO 9158' TD, FO 11.6 PPG. R			-				, 2' FLARE
		GA	AS BG 1280-	-3450, CONN 10	00-1000 O	VER, TG 2528	W/15' FLA	RE, HG 2993	3 @ 9097°		
		1 S	HOW, SEG	O FORMATION	TOP 9002	?					
16:30	18:30	2.0 CII	RCULATE/C	CONDITION HO	DLE.						
18:30	21:30	3.0 SH	ORT TRIPP	ED 25 STDS TO	0 6750', NO	O FILL.					
21:30	23:30	2.0 CH	RCULATE (GAS OUT & CO	NDITION	HOLE. RU W	ESTATES L	D MACHIN	E. HELD SA	FETY MEETI	NG.
23:30	06:00	6.5 LD	DP. THIS	AM HUD 11.6 P	PG, VIS 3	8.					
				GALS (USED 9	63), PROP /	ANE 1700 GAL	S (USED 8	00)			
			ACCIDEN					(ULIO) DE (IOD	
				MIE SPARGER	W/BLM II	N VEKNAL @	17:00 HKS,	6/11/06 OF C	SG & CMI		
06-13-20	006 R	eported By	D	AN LINDSEY							
DailyCos	ts: Drilling	\$39,6	574	Con	npletion	\$167,705		Daily	Total	\$207,379	
Cum Cos	its: Drilling	\$768	,576	Con	npletion	\$174,148		Well	Total	\$942,724	
MD	9,158	TVD	9,158	Progress	0	Days	11	MW	11.6	Visc	39.0
Formatio	n:		PBTD:	0.0		Perf:			PKR Dej	pth: 0.0	
Activity :	at Report Ti	me: WO CO	MPLETION								
	P										

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1.0 PULLED WEAR BUSHING. RU WESTATES CSG CREW. HELD SAFETY MEETING.

7.0 RAN 214 JTS (212 FULL JTS + 2 MARKER JTS) OF 4.5", 11.6#, HCP-110, LTC CSG. LANDED AT 9150' KB. RAN

1.5 CIRCULATED GAS OUT. RD LD MACHINE & CSG CREW. RU SLB CEMENTER. HELD SAFETY MEETING.

AS FOLLOWS: FS, 1 JT CASING, FLOAT COLLAR AT 9104', 55 JTS CASING, 20' MARKER JT AT 6731', 62 JTS CASING, 20' MARKER JT AT 4056', 94 JTS CASING AND TAG JT. TAGGED 9158. LD TAG JT & PU LANDING JT

17:30 19:30 2.0 CEMENTED CSG AS FOLLOWS: PUMPED 20 BBLS CHEM WASH, 20 BBLS FW SPACER, 410 SX 35/65 POZ G (12.0 PPG, 2.26 CFS) & 1535 SX 50/50 POZ G (14.1 PPG, 1.29 CFS). DROPPED PLUG. DISP W/141.0 BTW (HAD GOOD CIRCULATION THROUGHOUT JOB). FINAL LIFT PRESSURE 2400 PSI, BUMPED PLUG TO 3050 PSI. BLED OFF, FLOATS HELD. 2.5 LANDED CSG @ 9150', TESTED CSG HANGER TO 5000 PSI. RD SLB. CLEANED MUD TANKS. 19:30 22:00 TRANSFERRED 8 JTS (341.65) 4.5", 11.6#, HC P-110 LTC CSG TO CWU 928-24 TRANSFERRED 5 JTS (167.88) 4.5", 11.6#, N-80 LTC CSG TO CWU 928-24 TRANSFERRED 2431 GALS DIESEL & 1200 GALS PROPANE TO CWU 928-24 TRUCKS SCHEDULED FOR 07:00 HRS, 6/14/06 **MOVE IS APPROX 1.5 MILES** NO ACCIDENTS 2.0 RIG RELEASED @ 22:00 HRS, 6/12/06. 22:00 CASING POINT COST \$772,097 **SEARLE** Reported By 06-21-2006 \$42,640 \$0 Completion \$42,640 **Daily Total** DailyCosts: Drilling \$985,364 \$768,576 \$216,788 Well Total Completion **Cum Costs: Drilling** 12 MW 0.0 Visc 0.0 9.158 9,158 MD TVD **Progress** Days **PBTD:** 9104.0 Perf: PKR Depth: 0.0 Formation: Activity at Report Time: WO FRAC Start End **Activity Description** 24.0 6/18/06 MIRU SCHLUMBERGER. LOG WITH RST/CCL/CBL/VDL/GR FROM PBTD TO 300'. CEMENT TOP 06:00 06:00 ABOVE 300'. RD SCHLUMBERGER. **MCCURDY** 06-30-2006 Reported By \$1,170 \$1,170 \$0 Completion **Daily Total** DailyCosts: Drilling \$217,958 Well Total \$986,534 \$768,576 Completion **Cum Costs: Drilling** 0.0 0.0 9,158 Days 13 MW Visc 9,158 TVD **Progress** MD PKR Depth: 0.0 **PBTD:** 9104.0 Perf: Formation: MESAVERDE Activity at Report Time: PREP FOR FRAC Start End Hrs Activity Description $1.0\,$ NU 10M FRAC TREE. PRESSURE TESTED FRAC TREE & CASING TO $8500\,$ PSIG. PREP FOR FRAC . 12:00 13:00 **MCCURDY** 07-06-2006 Reported By \$12,295 \$0 Completion \$12,295 **Daily Total** DailyCosts: Drilling \$230,253 \$998,829 \$768,576 Well Total Completion **Cum Costs: Drilling** 0.0 0.0 Visc 9,158 9,158 Days MW **MD** TVD **Progress PBTD:** 9104.0 Perf: 7093-8958 PKR Depth: 0.0 Formation: MESAVERDE

Activity at Report Time: FRAC UPR

19:30

End

Start

06:00

Activity Description Hrs 13.5 RU CUTTERS WIRELINE. PERFORATED LPR FROM 8558'-59', 8589'-90', 8604'-06', 8662'-63', 8671'-72', 8692'-93', 8749'-50', 8791'-92', 8828'-30', 8845'-46', 8862'-63', 8888'-89', 8932'-33' & 8956'-58' @ 2 SPF & 180° PHASING. RDWL. RU SCHLUMBERGER. FRAC DOWN CASING WITH 165 GAL GYPTRON T-106, 4962 GAL YF125ST+ PAD, 51486 GAL YF125ST+ & YF118ST+ WITH 168100# 20/40 SAND @ 1-6 PPG. MTP 6066 PSIG. MTR $49.9\;$ BPM. ATP 5143 PSIG. ATR 47 BPM. ISIP 3330 PSIG. RD SCHLUMBERGER.

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RUWL. SET 10K CFP AT 8530'. PERFORATED MPR FROM 8275'-76', 8295'-96', 8333'-34', 8344'-45', 8350'-51', 8398'-99', 8422'-24', 8462'-63', 8475'-76', 8483'-85' & 8508'-10' @ 2 SPF & 180° PHASING. RDWL. RU SCHLUMBERGER. FRAC DOWN CASING WITH 165 GAL GYPTRON T-106, 4946 GAL YF125ST+ PAD, 53938 GAL YF125ST+ & YF118ST+ WITH 178400# 20/40 SAND @ 1-5 PPG. MTP 8422 PSIG. MTR 51.7 BPM. ATP 6779 PSIG. ATR 48.6 BPM. ISIP 4840 PSIG. RD SCHLUMBERGER.

RUWL. SET 10K CFP AT 8240'. PERFORATED MPR FROM 8044'-45', 8067'-69', 8097'-98', 8103'-04', 8115'-17', 8144'-46', 8160'-61', 8195'-96' & 8212'-14' @ 2 SPF & 180° PHASING. RDWL. RU SCHLUMBERGER. FRAC DOWN CASING WITH 165 GAL GYPTRON T-106, 4931 GAL YF125ST+ PAD, 67393 GAL YF125ST+ & YF118ST+ WITH 238900# 20/40 SAND @ 1-6 PPG. MTP 7147 PSIG. MTR 59.9 BPM. ATP 5158 PSIG. ATR 46.3 BPM. ISIP 3730 PSIG. RD SCHLUMBERGER.

RUWL. SET 10K CFP AT 8020'. PERFORATED MPR FROM 7754'-55', 7773'-74', 7791'-92', 7813'-14', 7846'-47', 7867'-68', 7883'-84', 7893'-94', 7940'-41', 7948'-49', 7983'-85' & 7997'-99' @ 2 SPF & 180" PHASING. RDWL. RU SCHLUMBERGER. FRAC DOWN CASING WITH 165 GAL GYPTRON T-106, 4937 GAL YF123ST+ PAD, 64027 GAL YF123ST+ & YF118ST+ WITH 239100# 20/40 SAND @ 1-6 PPG. MTP 7714 PSIG. MTR 50.8 BPM. ATP 5112 PSIG. ATR 50.3 BPM. ISIP 2690 PSIG. RD SCHLUMBERGER.

RUWL. SET 10K CFP AT 7710'. PERFORATED UPR FROM 7332'-34', 7342'-44', 7390'-91', 7396'-97', 7433'-34', 7463'-64', 7505'-06', 7553'-54', 7600'-01' & 7677'-78' @ 2 SPF & 180° PHASING. RDWL. RU SCHLUMBERGER. FRAC DOWN CASING WITH 165 GAL GYPTRON T-106, 4941 GAL YF123ST+ PAD, 42813 GAL YF123ST+ & YF118ST+ WITH 130000# 20/40 SAND @ 1-6 PPG. MTP 7748 PSIG. MTR 50.9 BPM. ATP 5705 PSIG. ATR 50.1 BPM. ISIP 2720 PSIG. RD SCHLUMBERGER.

RUWL. SET 10K CFP AT 7306'. PERFORATED UPR FROM 7093'-95', 7109'-11', 7134'-36', 7144'-46', 7207'-09', 7243'-45' & 7284'-86' @ 2 SPF & 180° PHASING. RDWL. SDFN.

07-07-2006	Re	eported By	у М	CCURDY-HIS	LOP						
DailyCosts:	Drilling	\$0		Con	npletion	\$378,285		Daily	Total	\$378,285	
Cum Costs:	Drilling	\$76	8,576	Con	npletion	\$608,538		Well 7	Fotal	\$1,377,114	
MD	9,158	TVD	9,158	Progress	0	Days	15	MW	0.0	Visc	0.0
Formation:	MESAVE	RDE	PBTD : 9	104.0		Perf: 6811-	8958		PKR De _l	pth: 0.0	

Activity at Report Time: CLEAN OUT AFTER FRAC

Start End Hrs Activity Description

18:00

06:00

12.0 SICP 1826 PSIG. RU SCHLUMBERGER. FRAC DOWN CASING WITH 165 GAL GYPTRON T 106, 4950 GAL YF123ST+ PAD, 51246 GAL YF123ST+ & YF118ST+ WITH 174000# 20/40 SAND @ 1-6 PPG. MTP 6307 PSIG. MTR 50.9 BPM. ATP 4761 PSIG. ATR 50.6 BPM. ISIP 2270 PSIG. RD SCHLUMBERGER.

RUWL. SET 10K CFP AT 7064'. PERFORATED UPR FROM 6811'-12', 6835'-36', 6876'-77', 6887'-88', 6948'-50', 6998'-7000', 7016'-18', 7029'-31' & 7036'-38' @ 2 SPF & 180° PHASING. RDWL. RU SCHLUMBERGER. FRAC DOWN CASING WITH 165 GAL GYPTRON T 106, 4945 GAL YF123ST+ PAD, 54927 GAL YF123ST+ & YF118ST+ WITH 165000# 20/40 SAND @ 1-6 PPG. MTP 6078 PSIG. MTR 52 BPM. ATP 4496 PSIG. ATR 48.8 BPM. ISIP 2500 PSIG. RD SCHLUMBERGER.

RUWL. SET 10K CBP AT 6780'. RDWL. BLED OFF PRESSURE. MIRU ROYAL WELL SERVICE. ND FRAC VALVE. NU BOPE. RIH WITH 3-7/8" MILL TOOTH BIT & PUMP OFF BIT SUB TO CBP. SDFN.

07-08-2006	Re	porte	ł By H	ISLOP							
DailyCosts: D	rilling		\$0	Cor	npletion	\$63,728		Daily 7	Fotal	\$63,728	
Cum Costs: I	Prilling		\$768,576	Cor	npletion	\$672,266		Well T	otal	\$1,440,842	
MD	9,158	TVD	9,158	Progress	0	Days	16	MW	0.0	Visc	0.0
Formation : N	MESAVE	RDE	PBTD:	9104.0		Perf: 6811-8	3958		PKR De _l	oth: 0.0	

Page 10

Property: 054928 Field: CHAPITA WELLS DEEP Well Name: CWU 939-26

Activity at Report Time: FLOW TESTING

Activity Description Start End Hrs

24.0 SITP 0 PSIG. SICP 0 PSIG. CLEANED OUT & DRILLED PLUGS @ 6780', 7064', 7306', 7710', 8020', 8240' & 8530'. 06:00 06:00

CLEANED OUT TO 9075'. LANDED TUBING @ 6802' KB. ND BOPE. NU TREE. PUMPED OFF BIT & SUB.

RDMOSU.

FLOWED 15 HRS, 16/64" CHOKE, FTP 2100 PSIG, CP 2450 PSIG, 37 BFPH, RECOVERED 633 BLW. 8807 BLWTR.

TUBING DETAIL LENGTH

PUMP OFF BIT SUB .91'

1 JT 2-3/8" 4.7# N80 TBG 32.66'

XN NIPPLE 1.10'

207 JTS 2-3/8" 4.7# N80 EUE TBG 6752.02'

BELOW KB 15.00'

LANDED @ 6801.69' KB.

HISLOP 07-09-2006 Reported By \$2,800 \$0 Completion \$2,800 **Daily Total** DailyCosts: Drilling \$1,443,642 Completion Well Total **Cum Costs: Drilling** \$768,576 \$675,066 0.0 0.0 17 Visc 9.158 TVD 9,158 **Progress** Days MD PKR Depth: 0.0 Perf: 6811-8958 Formation: MESAVERDE PBTD: 9104.0

Activity at Report Time: FLOW TESTING

Activity Description Start End Hrs

24.0 FLOWED 24 HRS. 16/64" CHOKE. FTP 2000 PSIG. CP 3000 PSIG. 32 BFPH. RECOVERED 942 BLW. 7865 BLWTR. 06:00 06:00

HISLOP 07-10-2006 Reported By

\$2,800 \$2,800 **Daily Total** DailyCosts: Drilling \$0 Completion \$677,866 **Well Total** \$1,446,442 **Cum Costs: Drilling** \$768,576 Completion

0.0 18 MW Visc 9,158 9,158 Days TVD **Progress** MD

PKR Depth: 0.0 Perf: 6811-8958 Formation: MESAVERDE **PBTD:** 9104.0

Activity at Report Time: FLOW TESTING

Activity Description Start End Hrs

24.0 FLOWED 24 HRS. 16/64" CHOKE. FTP 1900 PSIG. CP 2750 PSIG. 30 BFPH. RECOVERED 815 BLW. 7050 BLWTR. 06:00 06:00

HISLOP 07-11-2006 Reported By

\$2,800 \$2,800 **Daily Total** \$0 Completion DailyCosts: Drilling \$1,449,242 \$680,666 **Well Total** \$768,576 Completion **Cum Costs: Drilling** 0.0 Visc MW Davs

PKR Depth: 0.0 Perf: 6811-8958 Formation: MESAVERDE **PBTD:** 9104.0

Activity at Report Time: WO FACILITIES

9,158

MD

Activity Description Start End

TVD

24.0 FLOWED 24 HRS. 16/64" CHOKE. FTP 1700 PSIG. CP 2500 PSIG. 23 BFPH. RECOVERED 680 BLW. 6370 BLWTR. 06:00 06:00

SI. WILL DROP FROM REPORT WHILE WO FACILITIES.

FINAL COMPLETION DATE: 7/10/06

Progress

9.158

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RECEIVED JUL 3 1 2006

0.0

0.0

Form 3160- (April 2004		Ī	DEPARTM	ITED STATE ENT OF THE F LAND MA	INTE						(FORM AP OMBNO. I	
	WELL C	OMPLE"	TION OR I	RECOMPLET	ΓΙΟΝ	REPOR	T AND	LOG				Serial No.	
la. Type o	f Well	Oil Well ▼	Gas Well	Dry Ctl	ner				,	-			or Tribe Name
b. Type of	f Completion:	✓ No Other	ew Well	Work Over	Deepen	Plu	g Back	Diff	Resvr, .	_		r CA Agree	ment Name and No.
2. Name	of Operator E	OG Resour	ces, Inc.						·	7	3. Lease	Name and \	
3. Addres	68 600 17th St	reet, Suite	1000N, Denv	er, CO 80202			ne No. (include a	rea code)	- -	. AFI W		Cun 707-20
4. Locatio	on of Well (Rep	ort location o	clearly and in a	ccordance with F	ederal r	equiremen	ts)*			10			Exploratory /Mesaverde
At surf	face 2487' prod. interval re			NE) 40.007411	LAT 10	9.401939	•			1	1. Sec., 1 Surve	Γ., R., M., οι y or Area S	n Block and lec. 26-T9S-R22E
•	d depth Same	-	Same								Uintal	y or Parish h County	13. State UT
14. Date S 04/13	pudded //2006	15.	Date T.D. Read 06/11/2006	ched	1	6. Date C		07/27 ✓ Ready	// 2006 to Prod.			tions (DF, R NAT GL	KB, RT, GL)*
18. Total I	Depth: MD 9	9158'	19.	Plug Back T.D.:	MD 91	104'				e Plug Se	t: MD		
RST/	Electric & Othe CCL/CBL/VD g and Liner Re	L/GR		ubmit copy of ea	ch)			Wa	s well co s DST ru ectional !	n? 🔽	No No ✓ No	Yes (Subi	nit analysis) nit report) ubmit copy)
23. Casing	Size/Grade	Wt. (#/ft.)	Top (MD)	Bottom (MD)	, -	Cementer pth		f Sks. & of Cement		ry Vol. 3BL)	Cemen	t Top*	Amount Pulled
12-1/4"	9-5/8"	36.0#	J-55	0-1888			675 sz	<u> </u>					
7-7/8"	4-1/2"	11.6#	HCP-110	0-9150			1945 s	SX					
											-		
24 Tubing	g Record								<u> </u>				
Size 2-3/8"	Depth Set ((MD) Packe	er Depth (MD)	Size	Depth	Set (MD)	Packer	Depth (M	D)	Size	Depth	Set (MD)	Packer Depth (MD)
	ing Intervals				26.	Perforation	Record		l				
	Formation		Тор	Bottom	1	Perforated	Interval		Size	No.	Holes	P	erf. Status
A) Mess	verde		6811	8958	8558-	8958				2/spf			
B)					8275-	8510				2/spf			
<u>C)</u>					8044	8214				2/spf			
D)					7754	7999				2/spf		<u> </u>	
	Fracture, Treatm	ent, Cement	Squeeze, etc.					17	CMataria				
	Depth Interval		FC (12 C) : -	CODI I VID	A (PEPER)			nd Type o	Materia				
8558-89				S GELLED W									· · · · · · · · · · · · · · · · · · ·
8275-85 8044-82				S GELLED W.									
7754-79				S GELLED W									
	action - Interval	A	VALLEY OILL	JALLEY IV			70						
Date First			Oil	Gas_ W	ater .	Oil Gra	vity	Gas	T	Production	Method	 	

Test Production 838 27 07/27/2006 08/03/2006 Oil BBL Gas MCF Water BBL Gas/Oil Ratio Tbg. Press. Flwg. Well Status Choke 24 Hr. Size PRODUCING GAS WELL SI 1900 14/64" 28a. Production - Interval B Water BBL Oil Gravity Corr. API Date First Produced Production Method Test Production Oil BBL Gas MCF Gas Gravity Gas/Oil Ratio 24 Hr. Rate Gas MCF Water BBL Well Status Choke Tbg. Press Flwg. Oil BBL Csg. Press. RECEIVED

Oil Gravity Corr. API

Gas Gravity

FLOWS FROM WELL

*(See instructions and spaces for additional data on page 2)

Hours Tested

Produced

Oil BBL

Gas MCF

Water BBL

111

8b. Produ	ction - Inte	rval C								
ate First roduced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method	
hoke ize	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	<u> </u>	1.1.40
8c. Prod	uction - Int	erval D			+					
Date First Toduced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method	
hoke ize	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status		
•		Gas (Sold,	used for fuel,	vented, e	c.)					
SO				·c \				21 5	i - a a a a a a a a a a a a a a a a a a	
Show	v all impor	tant zones	(Include Aq of porosity val tested, cu	and conte	nts thereof: I, time tool o	Cored intervopen, flowing	als and all drill-ster and shut-in pressure	n	tion (Log) Markers	
Г оп	nation	Тор	Bottom		Desc	criptions, Con	tents, etc.		Name	Top Meas. Depth
Mesaver	rde	6811	8958					Middle	a Wells anyon	4510 5075 5727 6510 6694 6788 7708 8530 9017
			de plugging p	rocedure)						
SE	E ATTAC	ned SH	ce i .							
	cate which			et req'd.)		n the appropr Geologic Rep Core Analysis	ort DST Repo	ort Direction	onal Survey	
☐ E	lectrical/M undry Notic		ging and cen	ent verific	_					
□ s	undry Notic	ce for plug	ging and cen			complete and	l correct as determin	ed from all avail	lable records (see attached instr	ructions)*
34. I her	undry Notic	that the fo	ging and cen	attached in		complete and		ed from all avail		ructions)*

CWU 939-26 - ADDITIONAL REMARKS (CONTINUED):

26. PERFORATION RECORD

7332-7678	2/spf
7093-7286	2/spf
6811-7038	2/spf

27. ACID, FRACTURE TREATMENT, CEMENT SQUEEZE, ETC.

7332-7678	47,919 GALS GELLED WATER & 130,000# 20/40 SAND
7093-7286	56,361 GALS GELLED WATER & 174,000# 20/40 SAND
6811-7038	60,037 GALS GELLED WATER & 165,000# 20/40 SAND

Perforated the Lower Price River from 8558-59', 8589-90', 8604-06', 8662-63', 8671-72', 8692-93', 8749-50', 8791-92', 8828-30', 8845-46', 8862-63', 8888-89', 8932-33' & 8956-58' w/ 2 spf.

Perforated the Middle Price River from 8275-76', 8295-96', 8333-34', 8344-45', 8350-51', 8398-99', 8422-24', 8462-63', 8475-76', 8483-85' & 8508-10' w/ 2 spf.

Perforated the Middle Price River from 8044-45', 8067-69', 8097-98', 8103-04', 8115-17', 8144-46', 8160-61', 8195-96' & 8212-14' w/ 2 spf.

Perforated the Middle Price River from 7754-55', 7773-74', 7791-92', 7813-14', 7846-47', 7867-68', 7883-84', 7893-94', 7940-41', 7948-49', 7983-85' & 7997-99' w/ 2 spf.

Perforated the Upper Price River from 7332-34', 7342-44', 7390-91', 7396-97', 7433-34', 7463-64', 7505-06', 7553-54', 7600-01' & 7677-78' w/ 2 spf.

Perforated the Upper Price River from 7093-95', 7109-11', 7134-36', 7144-46', 7207-09', 7243-45' & 7284-86' w/ 2 spf.

Perforated the Upper Price River from 6811-12', 6835-36', 6876-77', 6887-88', 6948-50', 6998-7000', 7016-18', 7029-31' & 7036-38' w/ 2 spf.

Form 3160-5 (February 2005)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED
OM B No. 1004-0137
Expires: March 31, 200

١	5.	Lease Serial No.
ł		T1.0295.A

	NOTIOES AND DES	ODTO ON WEI	10	U-0285-A	.
SUNDRY	NOTICES AND REP	ONIS ON WE	nter en	6. If Indian,	Allottee or Tribe Name
Do not use thi	s form for proposals to II. Use Form 3160-3 (A	parill of to re-e NPD) for such pro	niter an posais.		
abandoned we	II. USE FOITH 3100-3 (A	(FD) for such pro	<i>p</i> 054.6.		
OUDIUT IN TOU	PLICATE- Other instr	uctions on rever	se side	7. If Unit or	CA/Agreement, Name and/or No.
SUBMITINIKI	PLICATE- Other mou			Chapita	Wells Unit
1. Type of Well	Gas Well Other			8. Well Nam	ond No
Ou wen	Joas Well Journel				Wells Unit 939-26
2. Name of Operator EOG Resour	rces Inc			9. API We	
		31 Dl N (i		43-047-	
3a. Address	CO 90202	3b. Phone No. (include 303-824-5526	e area coae)	10 Field and	Pool, or Exploratory Area
600 17th Street, Suite 1000N, De		303-024-3320			Buttes/Mesaverde
4. Location of Well (Footage, Sec., 7	., R., M., or Survey Description)			11 County o	or Parish, State
2487' FNL & 1179' FEL (SEN	E)			,	
Sec. 26-T9S-R22E 40.007411 I	AT 109.401939 LON			Uintah	County, Utah
		DIDICATE MATH	DE NOTICE	DEDODT OD	OTHER DATA
12. CHECK AP	PROPRIATE BOX(ES) TO	INDICATE NATUR	CE OF NOTICE,	KEPOKI, OK	OHER DATA
TYPE OF SUBMISSION		TY	PE OF ACTION		
			Production (S	tort/Pesume)	Water Shut-Off
Notice of Intent	Acidize	Deepen	Reclamation	start restarre)	Well Integrity
Nonce of Intent	Alter Casing	Fracture Treat			Other Pit reclamation
Subsequent Report	Casing Repair	New Construction	Recomplete	d	- Outer
	Change Plans	Plug and Abandon	Temporarily A		
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposa	al	
determined that the site is ready The reserve pit for the ref	of for final inspection.) Serenced location was closed 8	J/9/2006 as per the API	D procedure.		
14. Thereby certify that the for	egoing is true and correct				
Name (Printed/Typed)	n ¢	Title	Regulatory Assista	nt	
Mary A. Maesta	as /				
Signature Warus	a. Maeta	Date		01/16/2007	
	THIS SPACE FOR	FEDERAL OR	STATE OFFIC	EUSE	
			Title		Date
Approved by			Title		
Conditions of approval, if any, are	attached. Approval of this notice	ce goes not warrant or	06		
certify that the applicant holds leg which would entitle the applicant	at or equitable title to those right to conduct operations thereon	s in the subject lease	Office		
Til 10 H.C. C. ri- 1001 and T	ide 42 IIS C Section 1212 make	it a crime for any nerson	knowingly and willfi	illy to make to a	ny department or agency of the United
Title 18 U.S.C. Section 1001 and Ti States any false, fictitious or fraud	ulent statements or representation	ns as to any matter within	its jurisdiction.	,	· · · · · · · · · · · · · · · · · · ·

(Instructions on page 2)

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JAN 1 8 2007



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155



IN REPLY REFER TO 3180 UT-922

EOG Resources, Inc. Attn: Debbie Spears 600 Seventeenth Street Suite 100N Denver, Colorado 80202 SFP 1 0 2007

1st Revision Consolidated Mesaverde Formation PA "A-B-D-E-F-G-H-I-J-K-L-N-P" Chapita Wells Unit

TO

Uintah County, Utah

Gentlemen:

The 1st Revision to the Consolidated Mesaverde Formation PA "A-B-D-E-F-G-H-I-J-K-L-N-P" Chapita Wells Unit, CRS No. UTU63013AH, AFS No. 892000905AH, is hereby approved effective as of July 1, 2006, pursuant to Section 11 of the Chapita Wells Unit Agreement, Uintah County, Utah.

The 1st Revision to the Consolidated Mesaverde Formation PA "A-B-D-E-F-G-H-I-J-K-L-N-P" results in an addition of 320.00 acres to the participating area for a total of 9,194.69 acres and is based upon the completion of the following wells as capable of producing unitized substances in paying quantities:

			0000
WELL NO.	API NO.	LOCATION	LEASE NO.
CWU 851-32	43-047-35204	NE1/4SW1/4, 32-9S-23E	STATE
CWU 854-33	43-047-35177	NE1/4SE1/4, 33-9S-23E	UTU0336
CWU 853-32	43-047-35203	NE14NW14, 32-9S-23E	STATE
CWU 939-26	43-047-36696	SE14NE14, 26-9S-22E	UTU0285A

Copies of the approved request are being distributed to the appropriate federal agencies and one copy is returned herewith. Please advise all interested parties of the approval of the 1st Revision to the Consolidated Mesaverde Formation PA "A-B-D-E-F-G-H-I-J-K-L-N-P", Chapita Wells Unit, and the effective date.

Sincerely,

/s/ Julie Howard

BIV. 8F81L: BAS & MINING

Julie Howard Acting Chief, Branch of Fluid Minerals

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

ENTITY ACTION FORM

Operator:

EOG Resources, Inc.

Operator Account Number: N 9550

Address:

600 17th St., Suite 1000N

city Denver

state CO zip 80202

Phone Number: (303) 824-5526

Well 1

API Number	Well Name		QQ	Sec	Twp	Rng	County
43-047-36696	CWU 939-26		SENE	26	98	22E	Uintah
Action Code	Current Entity Number	New Entity Number	s	Spud Date		Entity Assignment Effective Date	
С	15332	13650	4/13/2006		7/1/2006		

Comments: MIVRD

12/31/07

Well 2

API Number Well I		Name	QQ	Sec	Twp	Rng	County	
43-047-35227	CWU 856-34	swsw	34	98	23E Uintah			
Action Code	Current Entity New Entity Number Number		Spud Date			Entity Assignment Effective Date		
С	C 14238		7/2/2004			8/1/2006		
Comments: $\gamma \gamma$	IVRD					12/.	31/07	

Well 3

API Number	Well Name		QQ	Sec	Twp	Rng	County
43-047-35400	CWU 878-34		SWSE	34	98	23E	Uintah
Action Code	Current Entity Number	New Entity Number	Spud Date 12/27/2004			Entity Assignment Effective Date	
C	14238	13650				8/1/2006	
Comments: MVRD				· · ·		12/3	1/07

ACTION CODES:

- A Establish new entity for new well (single well only)
- B Add new well to existing entity (group or unit well)
- Re-assign well from one existing entity to another existing entity
- D Re-assign well from one existing entity to a new entity
- E Other (Explain in 'comments' section)

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DEC 2 6 2007

Mary A. Maestas

Name (Please Print)

Regulatory Assistant 12/26/2007

Date

(5/2000)